[PROPOSED] ORDER OF FINAL APPROVAL AND JUDGMENT

Electronically Received 09/23/2024 04:37 PM

The Court, having read the papers filed regarding Plaintiff Joseph Housley's ("Plaintiff") Motion for Final Approval of Class Action Settlement, and considering the papers submitted in support of the motion, including the Class Action and PAGA Settlement Agreement ("Settlement Agreement," "Settlement," or "Agreement"), hereby **FINDS AND ORDERS**:

Plaintiff and Defendant SonRay Solar, Inc. dba SonRay Construction ("Defendant") entered the Settlement Agreement to settle this lawsuit on or about April 5, 2024.

The Court entered an order dated July 16, 2024 preliminarily approving the settlement of this lawsuit ("Preliminary Approval Order"), consistent with the Code of Civil Procedure section 382 and California Rule of Court 3.769, ordering notice to be sent to Class Members, providing Class Members with an opportunity to object to the Settlement or exclude themselves from the Class, and scheduling a Final Approval Hearing.

The Court held a Final Approval Hearing to determine whether to give final approval to the Settlement of this lawsuit on November 15, 2024.

- 1. <u>Incorporation of Other Documents</u>. This Order of Final Approval and Judgment ("Order and Judgment") incorporates the Settlement Agreement. Unless otherwise provided herein, all capitalized terms in this Order and Judgment shall have the same meaning as set forth in the Settlement Agreement.
- 2. <u>Jurisdiction</u>. Because adequate notice has been disseminated and the Class has been given the opportunity to request exclusion, the Court has personal jurisdiction with respect to the claims of all Class Members. The Court has subject matter jurisdiction over this lawsuit, including jurisdiction to approve the Settlement and grants final certification of the Class.
- 3. <u>Final Class Certification</u>. The Court finds that the Class satisfies all applicable requirements of Code of Civil Procedure section 382, California Rule of Court 3.769, and due process. The Court certifies the Class consisting of all current and former hourly-paid or non-exempt employees of Defendant within the State of California at any time during the period from February 7, 2019, through October 31, 2023 ("Class," "Class Members," and "Class Period").
- 4. There are seven hundred forty-two (742) Class Members who did not submit valid and timely Requests for Exclusion from the Settlement ("Participating Class Members").

///

- 5. <u>Adequacy of Representation</u>. Class Counsel fully and adequately represented the Class for purposes of entering and implementing the Settlement and satisfied the requirements of Code of Civil Procedure section 382.
- 6. <u>Class Notice</u>. The Court finds that the Court Approved Notice of Class Action Settlement and Hearing Date for Final Court Approval ("Class Notice") and its distribution to Class Members were implemented pursuant to the Settlement and this Court's Preliminary Approval Order. The Court also finds the Class Notice:
  - a. constitutes notice reasonably calculated to apprise Class Members of: (i) pendency of this lawsuit; (ii) material terms and provisions of the Settlement Agreement and their rights; (iii) their right to object to any aspect of the Settlement Agreement; (iv) their right to exclude themselves from the Settlement Agreement; (v) their right to receive settlement payments; (vi) their right to appear at the Final Approval Hearing; and (vii) binding effect of the orders and judgment in this lawsuit on all Participating Class Members;
  - b. constitutes notice that fully satisfied the requirements of Code of Civil Procedure section 382, California Rule of Court 3.769, and due process;
  - c. constitutes the best practicable notice to Class Members under the circumstances of this lawsuit; and
  - d. constitutes notice reasonable, adequate, and sufficient to Class Members.
- 7. <u>Final Settlement Approval</u>. The terms and provisions of the Settlement Agreement have been entered into good faith and are the product of arm's-length negotiations by experienced counsel who have done a meaningful investigation of the claims. The Settlement Agreement and all its terms and provisions are fully and finally approved as fair, reasonable, adequate, and in the best interests of the Parties. The Parties are hereby directed to implement the Settlement Agreement according to its terms and provisions.

- 8. <u>Binding Effect</u>. The terms and provisions of the Settlement Agreement and this Order and Judgment are binding on Plaintiff, Participating Class Members, Aggrieved Employees, and their spouses, heirs, registered domestic partners, executors, administrators, successors, and assigns. In addition, those terms shall have res judicata and other preclusive effect in all pending and future claims, lawsuits, or other proceedings maintained by or on behalf of any such persons to the extent those claims, lawsuits, or other proceedings involve matters that were or could have been raised in this lawsuit and are encompassed by the Released Class Claims and Released Private Attorneys General Act of 2004 ("PAGA") Claims. The Settlement Agreement will have no binding effect upon, and provide no res judicata preclusion to, those Class Members who have submitted timely requests for exclusion.
- 9. <u>Enforcement of Settlement</u>. Nothing in this Order and Judgment shall preclude any action to enforce the terms and provisions of the Settlement Agreement.
- 10. Release by Participating Class Members. Effective on the date when Defendant fully funds the entire Gross Settlement Amount and funds all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, all Participating Class Members, on behalf of themselves and their former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, release the Released Parties from the Released Class Claims.
  - a. Release by Aggrieved Employees. Effective on the date when Defendant fully funds the entire Gross Settlement Amount and funds all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, all Participating and Non-Participating Class Members, who are Aggrieved Employees, are deemed to release, on behalf of themselves and their former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, the Released Parties from the Released PAGA Claims.

- b. <u>Plaintiff's Release</u>. Effective on the date when Defendant fully funds the entire Gross Settlement Amount and funds all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, Plaintiff and his former and present spouses, representatives, agents, attorneys, heirs, administrators, successors, and assigns generally release and discharge the Released Parties from the Plaintiff's Release. Furthermore, Plaintiff expressly waives and relinquishes the provisions, rights, and benefits, if any, of section 1542 of the Civil Code.
- c. Released Parties. The Released Parties include Defendant and each of its past, current, and future parent companies, affiliates, and subsidiaries, and any other persons, corporations, partnerships, or associated entities, as well as the past, current, and future officers, directors, members, agents, employees, insurers, stockholders, and successors and assigns of any of the foregoing.
- 11. <u>Class Representative Service Payment</u>. The Court finds that the Class Representative Service Payment of \$10,000, to be paid by Defendant to Plaintiff, out of the Gross Settlement Amount, to be reasonable and appropriate. The Class Representative Service Payment is to be paid pursuant to the terms and provisions set forth in the Agreement.
  - a. The rationale for making enhancement payments is that the class representatives should be compensated for the expense and risk they incurred in conferring a benefit on the Class. Criteria courts consider include: (i) risk to the class representatives in commencing suit; (ii) notoriety and personal difficulties; (iii) amount of time and effort spent by the class representatives; (iv) duration of the litigation; and (v) personal benefit (or lack thereof) enjoyed by class representatives.

	4
	5
	6
	7
	8
	9
1	0
1	1
1	2
1	3
1	4
1	5
1	6
1	7
1	8
1	9
2	0
2	1
2	2
2	3
2	4
2	5
2	6
2	7

2

3

b.	The Court reviewed Plaintiff's declaration outlining his involvement
	Given the risks inherent in the services as the class representative, duration
	of the case and time involved, and benefits created for the Class, the Cour
	approves the payment of the Class Representative Service Payment of
	\$10,000 to Plaintiff.

12. Class Counsel Fees Payment and Class Counsel Litigation Expenses Payment. ÅÏÎÎĒÎÎĒÎ The Court finds that the Class Counsel Fees Payment of \$805,000, to be paid by Defendant to Class Counsel out of the Gross Settlement Amount, to be reasonable and appropriate. In addition, the Court finds that the Class Counsel Litigation Expenses Payment as reimbursement for actual litigation costs incurred of \$14,825.97, to be paid by Defendant to Class Counsel out of the Gross Settlement Amount, to be reasonable and appropriate. Such fees and costs are to be paid pursuant to the terms and provisions set forth in the Settlement Agreement. Defendant shall not be required to pay for any other attorneys' fees and expenses, costs, or disbursements incurred by Class Counsel or any other counsel representing Plaintiff or Class Members. Defendant shall also not be required to pay for any other attorneys' fees and expenses, costs, or disbursements incurred by Plaintiff or Class Members in connection with or related in any manner to this lawsuit, Settlement Agreement, settlement administration, Released Class Claims, and Released PAGA Claims.

- a. The Court has an independent right and responsibility to review the Class Counsel Fees Payment and only award so much as it determines reasonable. (*Garabedian v. Los Angeles Cellular Telephone Co.* (2004) 118 Cal.App.4th 123, 127-128.) The Class Counsel Fees Payment of \$805,000 is thirty-five percent (35%) of the common fund created for the benefit of the Class and is supported by use of the percentage-fee method. (*Laffitte v. Robert Half International, Inc.* (2016) 1 Cal.5th 480, 504.) Considering the results achieved, financial risk undertaken, difficult nature of this litigation, skills required, percentage fees award in previous and other cases, and contingent fees charged in the marketplace, the Court finds that the Class Counsel Fees Payment is consistent with the marketplace, is reasonable, and is approved.
- b. The Court reviewed the Declaration of Douglas Han regarding the costs expended. Under the terms of the Settlement, Class Counsel may seek reimbursement of up to \$20,000 in litigation costs. The Court finds that Class Counsel expended \$14,825.97 in litigation costs, and such costs were reasonable. The Court approves the payment of the Class Counsel Litigation Expenses Payment of \$14,825.97 from the common fund for the reimbursement of Class Counsel's litigation costs.
- 13. <u>Administration Expenses Payment</u>. The Court finds that Administration Expenses Payment of \$12,750, to be paid by Defendant to the Administrator out of the Gross Settlement Amount, to be reasonable and appropriate. The Administration Expenses Payment are to be paid pursuant to terms and provisions set forth in the Settlement Agreement.

///

25 | | / /

26 | | / / /

- a. The Court reviewed the declaration of Veronica Olivares from CPT Group, Inc., the Administrator. The Court finds that notice was provided to the Class pursuant to the Preliminary Approval Order, constitutes the best practicable notice to the Class, and satisfied due process. Thus, the Court approves the payment of the Administration Expenses Payment of \$12,750 for the Administrator's services in administering the Settlement.
- 14. <u>PAGA Penalties</u>. The Court finds that the PAGA Penalties of \$150,000, seventy-five percent (75%) of which (\$112,500) will be paid to the California Labor and Workforce Development Agency out of the Gross Settlement Amount and twenty-five percent (25%) of which (\$37,500) will be distributed to Aggrieved Employees, on a pro rata basis, to be reasonable and appropriate. The PAGA Penalties is to be paid pursuant to the terms and provisions set forth in the Settlement Agreement.
- 15. <u>Funding the Gross Settlement Amount</u>. Defendant shall fund the Gross Settlement Amount by transmitting the funds to the Administrator no later than the Effective Date. Within fourteen (14) calendar days after the full funding of the Gross Settlement Amount, the Administrator will mail settlement checks to the appropriate persons and entities.
- 16. <u>Fairness of the Settlement</u>. As noted in the Preliminary Approval Order, the Settlement is entitled to a presumption of fairness. In the moving papers, Plaintiff contends the Settlement was the product of arm's-length negotiations following extensive litigation, discovery, and exchange of documentation. The negotiations were facilitated with the aid of Lisa Klerman, an experienced and well-respected mediator.
  - a. The fairness of the Settlement is demonstrated by there being no objections to and no requests for exclusion from the Settlement.
  - b. The fairness of the Settlement is further illustrated by the gross *average* Individual Class Payment being approximately \$1,762.03, and the gross *highest* Individual Class Payment being about \$5,706.85.

- 17. <u>Uncashed Checks</u>. Participating Class Members and Aggrieved Employees must cash or deposit their settlement checks within one hundred eighty (180) calendar days after the checks are mailed to them by the Administrator. Uncashed settlement checks will be canceled and transmitted to the California Controller's Unclaimed Property Fund.
- 18. <u>Modification of Settlement Agreement</u>. The Participating Class Members are hereby authorized to agree to and adopt amendments to or modifications of the Settlement Agreement by an express written instrument signed by all Parties or their representatives and approved by the Court. Such amendments or modifications shall be consistent with this Order and Judgment and cannot limit the rights of Participating Class Members under the Settlement.
- 19. Final Accounting and Compliance. The Court sets a compliance hearing for Fi August 1, 2025 in Department 23. At least five (5) court days before this hearing, Plaintiff shall file a compliance status report. Pursuant to Code of Civil Procedure section 384, the compliance status report shall specify the total amount paid to Participating Class Members and the residual of the unclaimed settlement funds that will be paid to the entity identified as the recipient of such funds in the Settlement Agreement.
- 20. <u>Retention of Jurisdiction</u>. The Court has jurisdiction to enter this Order and Judgment. This Court expressly retains jurisdiction for the administration, interpretation, effectuation, and/or enforcement of the Settlement Agreement and of this Order and Judgment, and for any other necessary purpose, including, without limitation:
  - a. enforcing the terms and provisions of the Settlement Agreement and resolving any disputes, claims, or causes of action in this lawsuit that, in whole or in part, are related to or arise out of the Settlement Agreement or this Order and Judgment;
  - b. entering such additional orders as may be necessary or appropriate to protect or effectuate this Order and Judgment approving the Settlement Agreement, and permanently enjoining Plaintiff from initiating or pursuing related proceedings, or to ensure the fair and orderly administration of the Settlement Agreement; and

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27

entering any other necessary or appropriate orders to protect and effectuate c. this Court's retention of continuing jurisdiction.

The Motion for Final Approval of Class Action Settlement, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment, and Class Representative Service Payment is GRANTED. The Administrator is directed to carry out the terms of the Agreement forthwith.

THE PARTIES ARE HEREBY ORDERED TO COMPLY WITH THE TERMS OF THE SETTLEMENT AGREEMENT. PURSUANT TO CALIFORNIA RULES OF COURT 3.769, THE COURT HEREBY ENTERS FINAL JUDGMENT BASED UPON THE TERMS OF THIS ORDER AND SETTLEMENT AGREEMENT AND, WITHOUT AFFECTING THE FINALITY OF THIS MATTER, RETAINS EXCLUSIVE AND JURISDICTION TO ENFORCE THIS ORDER, THE SETTLEMENT AGREEMENT, AND THE JUDGMENT THEREON.

IT IS SO ORDERED.

DATED: 11/18/2024

HONORABLE JII SUPERIOR COURT JUDGE