1	MATERN LAW GROUP, PC		
2	Matthew J. Matern (SBN 159798) Email: mmatern@maternlawgroup.com	FILED	
3	Mikael H. Stahle (SBN 182599) Email: mstahle@maternlawgroup.com	AUG 2 3 2023	
4	1230 Rosecrans Avenue, Suite 200 Manhattan Beach, CA 90266	K ALEKER CLERY OF THE JURT SUPERIOR COURT OF CALVORNIA COURT OF CALVORNIA BY	
5	Tel: (310) 531-1900	Stowart, & Clork	
6	Facsimile: (310) 531-1901		
7	Attorneys for Plaintiff LAURA DELGADO individually, and on behalf of others		
8	similarly situated		
9	O'HAGAN MEYER PLLC		
10	JOSEPH R. LORDAN, SB# 265610 Email: JLordan@OhaganMeyer.com		
11	SUMY KIM, SB# 290082 Email: SKim@OhaganMeyer.com		
12	One Embarcadero, Suite 2100 San Francisco, California 94111		
13	Telephone: 628.626.6906	V.	
14	Attorneys for Defendant ORINDA		
15	CARE CENTER, LLC		
16	SUPERIOR COURT OF TH	HE STATE OF CALIFORNIA	
17			
18			
19	LAURA DELGADO, individually, and on	CASE NO. C20-02646	
20	behalf of others similarly situated	[Assigned for all Purposes to the Honorable	
21	Plaintiff,	Charles S. Treat, Dept. 12]	
22	VS.	CLASS ACTION:	
23	ORINDA CARE CENTER, LLC, a California	JOINT STIPULATION REQUESTING	
24	limited liability company and DOES 1 through 50, inclusive,	HEARING ON MOTION FOR FINAL APPROVAL; [PROPOSED] ORDER	
25	Defendants	(20)	
26		Complaint: December 29, 2022 Trial Date: None Set	
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MATERN LAW GROUP 1230 ROSECRANS AVENUE, STE 200 MANHATTAN BEACH, CA 90266

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

Plaintiff Laura Delgado ("Plaintiff") and Defendants Orinda Care Center, LLC ("Defendant"), by and through their respective counsel of record, hereby stipulate as follows:

WHEREAS, on December 29, 2020, Plaintiff filed an initial complaint in the above-captioned action;

WHEREAS, the Parties reached a settlement of all claims brought by Plaintiff at mediation with Mark Rudy, Esq. on October 21, 2021. The Parties executed a Joint Stipulation of Class and Representative Action Settlement and Release ("Settlement Agreement"). On October 21, 2022 the Court entered an Order granting Plaintiff's Motion for Preliminary Approval of Class Action and PAGA settlement, a true and correct copy of the order granting Plaintiff's Motion for Preliminary Approval is attached hereto as Exhibit A, provisionally certifying the following class:

All current and former non-exempt employees who were employed by Defendant in California from October 19, 2019 through January. 19, 2022.

Subsequently, the Settlement Administrator administered the notice process of notifying the class of the Settlement.

WHEREAS, after the notice process was completed, the Parties identified an inadvertent error within the class list that the Settlement Administrator received from Defendant and utilized for the class notice. Specifically, Defendant erroneously submitted an overinclusive class list provided by Defendant's prior payroll service provider, which included salaried employees and contractors;

WHEREAS, the parties met and conferred and agreed that corrective notice be sent to the Class Members and to those individuals who erroneously received the initial notice. The Parties executed and filed a Joint Stipulation Approving Amended Class Notice ("Amended Class Notice").

1	WHEREAS, on July 17, 2023, the Court entered an Order Approving the Amended Class
2	Notice. A true and correct copy of the order approving amended class notice is attached here to as
3	Exhibit B.
4	WHEREAS, the Settlement Administrator requires a Motion for Final Approval hearing
5	date to put on the Amended Class Notice before it is mailed out.
6	Accordingly, the Parties request that the Court set a hearing date for Plaintiff's Motion for
7	Final Approval on or after December 6, 2023.
8	: 
9	IT IS SO STIPULATED.
10	
11	DATED: August 21, 2023 MATERN LAW GROUP, PC
12	( -1.001B
13	By: Wheel Stall
14	MATTHEW J. MATERN MIKAEL H. STAHLE
15	Attorneys for Plaintiff LAURA DELGADO
16	
17	DATED: August 18, 2023 O'HAGAN MEYER, PLLC
18	
19	By:
20	JESEPH R. LORDAN SUMY KIM
21	Attorneys for Defendant ORINDA CARE CENTER, LLC
22	ORINDA CARE CENTER, LEC
23	: !
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1	PROPOSED ORDER	
2	Pursuant to Joint Stipulation made herein and good cause appearing therefore, it is	
3	ordered, and good cause appearing therefore, IT IS HEREBY ORDERED that: The hearing	
4	date for Plaintiff's Motion for Final Approval is set for <b>December</b> 7, 2023 at 9:00 a.m.	
5	in Department 12.	
6	IT IS SO ORDERED.	
7		
8	Des and	
9	DATED: AUG 2 2 2023	
10	Honorable Charles S. Treat Judge of the Contra Costa Superior Court	
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MATERN LAW GROUP 1230 ROSECRANS AVENUE, STE 200 MANHATTAN BEACH, CA 90266

### **EXHIBIT A**

1. 2	Matthew J. Matern (CSB #159798) Mikael H. Stahle (CSB #182599) MATERN LAW GROUP, PC 1230 Rosecrans Avenue, Suite 200	
3.	Manhattan Beach, CA 90266 Telephone: (310) 531-1900	OCT 21 2022
4 5	Facsimile: (310) 531-1901 mmatem@maternlawgroup.com mstahle@maternlawgroup.com	Dy A Scorett tribiny come
6	Attorneys for Plaintiff LAURA DELGADO individually,	<del>"</del>
7	and on behalf of others similarly situated	
8		
9	SUPERIOR COURT OF	THE STATE OF CALIFORNIA
10		F CONTRA COSTA
11	COUNTY	CONTRA COSTA
12	·	1 0 1 000 00016
13	LAURA DELGADO, individually, and on behalf of others similarly situated	Case No. C20-02646
14 -	20 Plaintiff,	[Assigned for all Purposes to the Honorable Edward G. Weil, Dept. 39]
15	vs.	PLAINTIFF'S MOTION FOR
16	ORINDA CARE CENTER, LLC, a California	PRELIMINARY APPROVAL OF CLASS AND REPRESENTATIVE ACTION SETTLEMENT
17	limited liability company and DOES 1 through 50, inclusive,	Date: August 25, 2022
18	Defendants.	Time: 9:00 a.m. Dept.: 39
19	•	Action Filed: December 29, 2020
20		Trial Date: None set
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OUP, PC	}	[PROBESED] ORDER GRANTING

MATERN LAW GROUP, PC . 1230 ROSEČKANS AVENUE, STE 200 MANHATTAN BEACH, CA 90766 [PILORESED] ORDER GRANTING PRELIMINARY APPROVAL OF CLASS AND REPRESENTATIVE ACTION SETTLEMENT Plaintiff Laura Delgado's ("Plaintiff") Motion for Preliminary Approval of Class and Representative Action Settlement in Contra Costa County Superior Court Case No. C20-02646 ("the Action") came on regularly for hearing before this Court on August 25, 2022 at 9:00 a.m. Having reviewed Plaintiff's motion (filed on May 25, 2022); the Declaration of Matthew J. Matern and exhibits thereto, including the Joint Stipulation of Class and Representative Action Settlement and Release ("Stipulation") (filed on May 25, 2022); the Stipulation and Order for Leave to File First Amended Complaint (filed on August 8, 2022); the First Amended Complaint (filed on August 17, 2022); the Supplemental Declaration of Mikael H. Stahle (filed on August 18, 2022); and good cause appearing therefore, the Court hereby finds and orders as follows:

#### A. Background and Settlement Terms

The original complaint was filed December 29, 2020, raising claims under PAGA and a class action on behalf of non-exempt employees, alleging that defendant violated the Labor Code in various ways, including unpaid overtime, unpaid minimum wage, noncompliant meal and rest periods, failure to, maintain required records, failure to reimburse employee expenses, waiting time, and wage statement claims. On March 19, 2021, the court signed a stipulated order dismissing Plaintiff's class allegations without prejudice.

On August 17, 2022, Plaintiff filed a livst Amended Complaintr, raising additional claims, and reinstating the class claims.

The settlement would create a gross settlement fund of \$400,000. The class representative payment to the plaintiff would be \$7,500. Counsel's attorney's fees would be \$133,320 (one-third of the settlement). Litigation costs are estimated at \$16,000. The settlement administrator (CPT Group) would receive an estimated \$8,500. PAGA penalties would be \$40,000, resulting in a payment of \$30,000 to the LWDA. The fund is non-reversionary. There are an estimated 140 class members Based on the estimated class size, the average net payment for each class member is approximately \$1,462.

Defendant will fund the settlement within 14 days after final approval of the settlement.

The proposed settlement would certify a class of "all persons who are or were employed by Defendant as non-exempt employees in the State of California at any time during the Class

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period." (Stipulation, Par. 27.) The PAGA period is the same.

The class members will not be required to file a claim. Class members may object or opt out of the settlement. (Aggrieved employees cannot opt out of the PAGA portion of the settlement.) Funds would be apportioned to class members based on the number of workweeks worked by the individual employee during the relevant time period.

Various prescribed follow-up steps will be taken with respect to mail that is returned as undeliverable. Undelivered or uncashed checks will be voided and the funds provided to the State Controller's Unclaimed Property Fund.

The settlement contains release language covering all claims "arising out of, or related to the claims, allegations and operative facts asserted in the operative complaint. (Stipulation, Par. 42.) Under recent appellate authority, the lingitation to those claims with the "same factual predicate" as those alleged in the complaint is critical. (Amaro v. Anaheim Arena Mgmt., LLC (2021) 69 Cal. App. 5th 521, 537 ["A court cannot release claims that are outside the scope of the allegations of the complaint." "Put another way, a release of claims that' go beyond the scope of the allegations in the operative complaint is impermissible." (Id., quoting Marshall v. Northrop Grumman Corp. (C.D. Cal.2020) 469 F.Suppl3d 942, 949.)

Informal discovery was undertaken, resulting in the production of substantial documents, including payroll records and written work policies, which were analyzed by counsel and a retained consultant. The matter settled after arms-length negotiations, which included an all-day session with an experienced mediator on October 21, 2021.

Counsel also has provided an analysis of the case, and how the settlement compares to the potential value of the case, after allowing for various risks and contingencies. This included an estimate of class claims at a maximum of about \$4.4 million. Maximum PAGA penalties are estimated at about \$3.5 million.

Counsel analyzed the minimum wage claims, off-the-clock claims, meal period claims, rest period claims, business expense claims, reporting time claims, wage statement claims, and waiting time penalty claims. The potential liability needs to be adjusted for various evidence and risk-based contingencies, including problems of proofs. Counsel also analyzed claims for PAGA

penalties, but such penalties are difficult to evaluate for a number of reasons: they derive from other violations, they include "stacking" of violations, the law may only allow application of the "initial violation" penalty amount, and the total amount may be reduced in the discretion of the court. (See Labor Code, § 2699(c)(2) [PAGA penalties may be reduced where "based on the facts and circumstances of the particular case, to do otherwise would result in an award that is unjust arbitrary and oppressive, or confiscatory."])

The LWDA was notified of the settlement.

#### B. Legal Standards

The primary determination to be made is whether the proposed settlement is "fair, reasonable, and adequate," under Dunk v. Ford Motor Co. (1996) 48 Cal.App.4<sup>th</sup> 1794, 1801, including "the strength of plaintiffs' case, the risk, expense, complexity and likely duration of further litigation, the risk of maintaining class action status through trial, the amount offered in settlement, the extent of discovery completed and the state of the proceedings, the experience and views of counsel, the presence of a governmental participant, and the reaction ... to the proposed settlement." (See also Amaro v. Anaheim Arena Mgmt., LLC, supra, 69 Cal.App.5th 521.)

Because this matter also proposes to settle PAGA claims, the Court also must consider the criteria that apply under that statute. Recently, the Court of Appeal's decision in *Moniz v. Adecco USA*, *Inc.* (2021) 72 Cal.App.5th 56, provided guidance on this issue. In *Moniz*, the court found that the "fair, reasonable, and adequate" standard applicable to class actions applies to PAGA settlements. (*id.*, at 64.) The Court also held that the trial court must assess "the fairness of the settlement's allocation of civil penalties between the affected aggrieved employees[.]" (*id.*, at 64-65.)

California law provides some general guidance concerning judicial approval of any settlement. First, public policy generally favors settlement. (Neary v. Regents of University of California (1992) 3 Cal.4th 273.) Nonetheless, the court should not approve an agreement contrary to law or public policy. (Bechtel Corp. v. Superior Court (1973) 33 Cal.App.3d 405, 412; Timney v. Lin (2003) 106 Cal.App.4th 1121, 1127.)

Moreover, "[t]he court cannot surrender its duty to see that the judgment to be entered is a

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just one, nor is the court to act as a mere puppet in the matter." (California State Auto, Assn.

Inter-Ins. Bureau v. Superior Court (1990) 50 Cal.3d 658, 664.) As a result, courts have specifically noted that Neary does not always apply, because "[w]here the rights of the public are implicated, the additional safeguard of judicial review, though more cumbersome to the settlement process, serves a salutatory purpose." (Consumer Advocacy Group, Inc. v. Kintetsu Enterprises of America (2006) 141 Cal.App.4th 48, 63.)

#### C. Attorney Fees

Plaintiff sceks one-third of the total settlement amount as fees, relying on the "common fund" theory. Even a proper common fund-based fee award, however, should be reviewed through a lodestar cross-check. In Lafitte v. Robert Half International (2016) 1 Cal.5th 480, 503, the Supreme Court endorsed the use of a lodestar cross-check as a way to determine whether the percentage allocated is reasonable. It stated: 'If the multiplier calculated by means of a lodestar cross-check is extraordinarily high or low, the trial court should consider whether the percentage used should be adjusted so as to bring the imputed multiplier within a justifiable range, but the court is not necessarily required to make such an adjustment." (Id., at 505.)

Following typical practice, however, the fee award will not be considered at this time, but only as part of final approval.

Similarly, litigation costs and the requested representative payment of \$7,500 for plaintiff will be reviewed at time of final approval. Criteria for evaluation of representative payment requests are discussed in *Clark v. American Residential Services LLC* (2009) 175 Cal.App.4th 785, 804-807.

#### D. Discussion

The matter was mediated and settled in October of 2021. Accordingly, at the time of the mediation, the class claims had been dismissed. The expanded version of the complaint has now been filed with the court. In addition, counsel has submitted a declaration indicating that information concerning the expanded claims was provided to plaintiff well before the mediation, and was evaluated at that time. Thus, the record establishes that sufficient investigation and analysis was made of the expanded version of the case, and that the settlement is reasonable in the

9. Pending the Final Approval learing, all proceedings in the Action, except those proceedings necessary to implement and complete the Settlement and carry out or enforce the terms and conditions of the Stipulation and this Order, and enter the Final Order and Judgment, are stayed. The five (5) year statute of limitations prescribed by Code of Civil Procedure section 583.310, is tolled, pending entry of an order granting final approval of the Settlement or a final order denying approval of the Settlement.

10. The Court orders the following implementation schedule:

Last day for Defendant to provide the Class List to the Settlement Administrator	(14 days after Preliminary Approval is granted)
Last day for Settlement Administration to mail Notice Packets to Class Members	(14 days after Defendant provides Class List to Settlement Administrator)
Last day to dispute dates of employment or Individual Class Wages	(60 days after Notice Packets are mailed)
Response Deadline	(60 days after Notice Packets are mailed)
Last day to file and serve the Motion for Final Approval of Class and Representative Action Settlement	January 30, 2023 (16 court days before Final Approval Hearing)
Final Approval Hearing	February 23, 2023 at 9:00 a.m. in Department 39

11. The ultimate judgment must provide for a compliance hearing after the settlement has been completely implemented. Plaintiffs' counsel are to submit a compliance statement one week before the compliance hearing date. 5% of the attorney's fees are to be withheld by the claims administrator pending satisfactory compliance as found by the Court.

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(HETELE) ORDER GRANTING
PRELIMINARY APPROVAL OF CLASS AND
REPRESENTATIVE ACTION SETTLEMENT

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. 1	12. In the event Final Approval i	s denied, this Order will be null and void. No class
2	will be certified and all other orders contain	ed herein will be null and void.
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4	IT IS SO ORDERED.	
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. 6	DATED: OCT 1 9 2022	201.00
7		HON. EDWARD G. WEIL JUDGE OF THE SUPERIOR COURT
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MATERN LAW GROUP, PC 1230 ROSECRANS AVENUE, STE 200 MANHATTAN BEACH, CA 90266	•	[REPRESENTATIVE ACTION SETTLEMENT

#### PROOF OF SERVICE I I am employed in the County of Los Angeles, State of California. I am over the age of 2 eighteen (18) years and not a party to the within action. My business address is 1230 Rosecrans Avenue, Suite 200, Manhattan Beach, California 90266. 3 On October 3, 2022, I served the document described as: 4 [PROPOSED] ORDER GRANTING PLAINTIFF'S MOTION FOR PRELIMINARY 5 APPROVAL OF CLASS AND REPRESENTATIVE ACTION SETTLEMENT 6 冈 By e-mail or electronic transmission. I caused the documents to be sent to the person at 7 the e-mail addresses listed below. I did not receive, within a reasonable time after the 8 transmission, any electronic message or other indication that the transmission was unsuccessful. 9 10 Joseph Lordan, Esq. Attorneys for Defendant joseph.lordan@lewisbrisbois.com ORINDA CARE CENTER, LLC 11 Jeffrey Ranen, Esq. jeffrcy.ranen@lewisbrisbois.com 12 Sumy Kim, Esq. sumy.kim@lewisbrisbois.com 13 Jennifer Marigmen 14 jennifer.marigmen@lewisbrisbois.com LEWIS BRISBOIS BISGAARD 15 & SMITH LLP 333 Bush Street Suite 1100 16 San Francisco, CA 94104 Tel: (415) 438-5923 17 Fax: (415) 434-09882 18 I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. Executed on October 3, 2022 at Manhattan Beach, California. 19 20 21 22 23 24 25

MATERN LAW GROUP, PC 1230 ROSECRANS AVENUE, STE 200 MANHATTAN BEACH, CA 90266

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### **EXHIBIT B**

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1 2	MATERN LAW GROUP, PC Matthew J. Matern (SBN 159798)	
3	Émail: mmatern@maternlawgroup.com Mikael H. Stahle (SBN 182599)	JUL 18 2023
	Email: mstahle@maternlawgroup.com 1230 Rosecrans Avenue, Suite 200	A Man case ( ) Count
4	Manhattan Beach, CA 90266	By Cost A Cost A
5	Tel: (310) 531-1900 Facsimile: (310) 531-1901	<i>(</i> )
6		
7 8	Attorneys for Plaintiff LAURA DELGADO individually, and on behalf of others similarly situated	!
9	[Additional parties on next page]	
10	·	;
11	SUPERIOR COURT OF TE	HE STATE OF CALIFORNIA
12	COUNTY OF C	CONTRA COSTA
13		-
14	LAURA DELGADO, individually, and on behalf of others similarly situated	CASE NO. C20-02646
15	Plaintiff,	[Assigned for all Purposes to the Honorable Charles S. Treat, Dept. 12]
16	vs.	CLASS ACTION
17 18	ORINDA CARE CENTER, LLC, a California limited liability company and DOES 1 through	JOINT STIPULATION APPROVING AMENDED CLASS NOTICE; [PRODUCED] ORDER
	50, inclusive,	
19 20	Defendants	Complaint: December 29, 2022 Trial Date: None Set
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1.	O'HAGAN MEYER PLLC JOSEPH R. LORDAN, SB# 265610
2	Email: JLordan@OhaganMeyer.com SUMY KIM, SB# 290082
3.	Email: SKim@OhaganMeyer.com
4	Email: SKim@OhaganMeyer.com One Embarcadero, Suite 2100 San Francisco, California 94111 Telephone: 628.626.6906
5	Telephone, 028.020.0900
	Attorneys for Defendant ORINDA
6	CARE CENTER, LLC
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GROUP ANS E 200	-2- JOINT STIPULATION APPROVING AMENDED

MATERN LAW GROUP 1230 ROSECRANS AVENUE, STE 240 MANILATTAN BEACH. CA 90266

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

Plaintiff Laura Delgado ("Plaintiff") and Defendants Orinda Care Center, LLC ("Defendant"), by and through their respective counsel of record, hereby stipulate as follows:

WHEREAS, on December 29, 2020, Plaintiff filed an initial complaint in the above-captioned action;

WHEREAS, the Parties reached a settlement of all claims brought by Plaintiff at mediation with Mark Rudy, Esq. on October 21, 2021. The Parties executed a Joint Stipulation of Class and Representative Action Settlement and Release ("Settlement Agreement"). On October 21, 2022 the Court entered an Order granting Plaintiff's Motion for Preliminary Approval of Class Action and PAGA settlement, provisionally certifying the following class:

All current and former non-exempt employees who were employed by Defendant in California from October 19, 2019 through January 19, 2022.

Subsequently, the Settlement Administrator administered the notice process of notifying the class of the Settlement.

WHEREAS, after the notice process was completed, the Parties identified an inadvertent error within the class list that the Settlement Administrator received from Defendant and utilized for the class notice. Specifically, Defendant erroneously submitted an overinclusive class list provided by Defendant's prior payroll service provider, which included salaried employees and contractors;

WHEREAS, Defendant has compiled a corrected class list, which consists of 178 hourly employees ("Class Members") and 5,193 work weeks during the PAGA period of October 19, 2019 through January 19, 2022. This list has been double checked by numerous individuals employed with Defendant to ensure its accuracy. This final list and workweek count has also been shared with Plaintiff's counsel.

WHEREAS, the parties have met and conferred and agree that corrective notice be sent to the Class Members and to those individuals who erroneously received the initial notice. A true and correct copy of the proposed notice to be sent to the Class Members is attached hereto

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1	as Exhibit A; a true and correct copy of the proposed notice to be sent to those individuals wh		
2	erroneously received the initial notice is attached hereto as Exhibit B.		
3	IT IS SO STIPULATED.		
4	DATED: July 12, 2023 MATERN LAW GROUP, PC		
5			
6	By: Willed Stable		
7	MATTHEW J. MATERN		
8	MIKAEL H. STAHLE Attorneys for Plaintiff		
9	LAURA DELGADO		
10	DATED, I.J., 16 2022 ONLACAN MEVED BY CO		
11	DATED: July 10, 2023 O'HAGAN MEYER, PLLC		
12	Lumfli		
13	By:		
14	SUMY KIM		
15	Attorneys for Defendant ORINDA CARE CENTER, LLC		
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Pursuant to the Joint Stipulation Approving Amended Class Notice, and good cause appearing therefore, IT IS HEREBY ORDERED as follows:

- 1. In accordance with the procedures set forth in the Settlement Agreement, the Settlement Administrator shall mail to the Class Members a notice substantially in the form of Exhibit A; and
- 2. The Settlement Administrator shall within mail to those individuals who erroneously received the initial notice a notice substantially in the form of Exhibit B.

IT IS SO ORDERED.

Honorable Charles S. Treat

Judge of the Contra Costa Superior Court

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MATERN LAW GROUP
1230 ROSECHANS
AVENUE, STE 200
MANHATTAN
BEACH, CA 90266

JOINT STIPULATION APPROVING AMENDED CLASS NOTICE; [PROPERED] ORDER

### **EXHIBIT A**

#### AMENDED NOTICE OF CLASS ACTION SETTLEMENT

Laura Delgado et al. v. Orinda Care Center, LLC Case No. C20-02646

A court authorized this Notice. This is not a solicitation by a lawyer. You are not being sued.

IF YOU WERE EMPLOYED BY ORINDA CARE CENTER, LLC AS AN HOURLY NON-EXEMPT EMPLOYEE IN CALIFORNIA AT ANY TIME DURING THE PERIOD OF OCTOBER 19, 2019 AND JANUARY 19, 2022, THIS PROPOSED CLASS ACTION SETTLEMENT MAY AFFECT YOUR RIGHTS.

#### Why should you read this Notice?

A proposed settlement (the "Settlement") has been reached in the class action and Private Attorney General Act ("PAGA") representative action lawsuit entitled Laura Delgado et al. v. Orinda Care Center, LLC, Contra Costa County Superior Court Case No. C20-02646 (the "Action"), between Plaintiff Laura Delgado ("Plaintiff") and Defendant Orinda Care Center, LLC ("Defendant").

The purpose of this Notice of Class Action Settlement ("Notice") is to briefly describe the Action and to inform you of your rights and options in connection with the Action and the proposed Settlement. The proposed Settlement will resolve all claims in the Action.

A hearing regarding final approval of the proposed Settlement—to determine whether the Settlement is fair, adequate, and reasonable—will be held before the Honorable Charles S. Treat on \_\_\_\_\_\_\_\_, at \_\_\_\_\_\_, in Department 12 of the Contra Costa County Superior Court, 725 Court Street, Martinez, CA 94553 ("Final Approval Hearing"). Information about how to participate in this Final Approval Hearing is provided below. As a Settlement Class Member, you are eligible to receive an individual Class Settlement Payment under the Settlement and will be bound by the release of claims described in this Notice and in the Joint Stipulation for Class Action Settlement and Release of Claims ("Settlement Agreement") filed with the Court, unless you timely request to be excluded from the Settlement.

MOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT:		
Do Nothing	If you do nothing, you will be considered part of the Settlement Class and will receive settlement benefits as explained more fully below. You will also give up any rights to pursue a separate legal action against Defendant for the Released Claims asserted in the Action as explained more fully below.	
EXCLUDE YOURSELF FROM THE SETTLEMENT CLASS	You have the option to pursue separate legal action against Defendant arising out of the allegations in the Action. If you choose to do so, you must exclude yourself, in writing, from the Settlement. As a result, you will not receive any benefits under the Settlement.	
Овјест	To object to the Settlement, you must mail a written statement to the Settlement Administrator by the deadline set forth below, explaining why you don't like the Settlement. This option is available only if you do not exclude yourself from the Settlement. Do not submit an exclusion request if you wish to object.	

#### Who is affected by this proposed Settlement?

The Court has certified, for settlement purposes only, the following class (the "Settlement Class"):

All persons who were employed in hourly non-exempt positions by Orinda Care Center, LLC in California at any time between October 19, 2019 and January 19, 2022 ("Class Period").

According to Defendant's records, you are a member of the Settlement Class (a "Class Member").

#### What is this case about?

In the Action, Plaintiff alleges on behalf of herself and the Settlement Class that Defendant: (1) failed to provide required meal periods; (2) failed to provide required rest periods; (3) failed to pay overtime wages; (4) failed to pay minimum wages; (5) failed to pay all wages due to discharged and quitting employees; (6) failed to maintain required records; (7) failed to furnish accurate itemized wage statements; (8) failed to indemnify employees for necessary expenditures incurred in discharge of duties; (9) violated California's Unfair Competition Law [Bus. & Prof. Code §§ 17200 et seq.]; and (10) violated Labor Code provisions giving rise to civil penalty liability under California's Private Attorneys General Act of 2004 ("PAGA") [Lab. Code §§ 2699, et seq.]. Plaintiff seeks unpaid wages, actual damages, statutory penalties, civil penalties under PAGA, restitution, interest, attorneys' fees, and costs.

Defendant denies all liability and is confident it has strong legal and factual defenses to these claims. However, Defendant recognizes the risks, distractions, and costs associated with litigation. Defendant contends that its conduct is and has been lawful at all relevant times and that Plaintiffs' claims do not have merit and do not meet the requirements for class certification.

This Settlement is a compromise reached after good faith, arm's-length negotiations between Plaintiff and Desendant (the "Parties"), through their attorneys, and is not an admission of liability on the part of Desendant. Both sides agree that, in light of the risks and expenses associated with continued litigation, this Settlement is fair, adequate, and reasonable. Plaintiff also believes this Settlement is in the best interests of all Settlement Class Members.

THE COURT HAS NOT RULED ON THE MERITS OF PLAINTIFF'S CLAIMS OR DEFENDANT'S DEFENSES. THIS NOTICE IS NOT INTENDED TO BE AN EXPRESSION OF ANY OPINION BY THE COURT WITH RESPECT TO THE TRUTH OF THE ALLEGATIONS IN THIS ACTION OR THE MERITS OF THE CLAIMS AND DEFENSES ASSERTED. THIS NOTICE IS SOLELY TO ADVISE YOU OF THE PROPOSED SETTLEMENT OF THE ACTION AND OF YOUR RIGHTS IN CONNECTION WITH THIS SETTLEMENT.

#### Who are the attorneys representing the Parkes?

The attorneys representing the Parties in the Action are:

Class Counsel

Matthew J. Matern Mikael H. Stahle

MATERN LAW GROUP, PC

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Telephone: (310) 531-1900
What are the Settlement terms?

**Defendant's Counsel** 

Sumy Kim

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Subject to final Court approval, Defendant will pay \$400.000,00 (the "Settlement Amount") for: (a) Net Settlement Payments to Settlement Class Members who do not request to be excluded from the Settlement ("Participating Class Members"); (b) the Court-approved Incentive Award to Plaintiff; (c) the Court-approved attorneys' fees and costs to Class Counsel; (d) the costs of administering the Settlement; and (e) payment to the State of California Labor and Workforce Development Agency ("LWDA") for PAGA penalties.

Individual Settlement Payments. After deduction from the Gross Settlement Amount for Class Counsel's attorneys' fees and costs, the Incentive Award to Plaintiff, the payment to the LWDA for PAGA penalties, and the costs of administering the Settlement, there will be a Net Settlement Amount. From this Net Settlement Amount, Defendant will make Individual Settlement Payments to Participating Class Members.

The Net Settlement Amount will be divided among all Participating Class Members on a pro-rata basis based upon the total number of Compensable Workweeks worked by each respective Participating Class Member in California during the Class Period.

According to Defendant's records, you worked [   Compensable Workweeks during the Class Period.
You may challenge the computation of your Compensable Workweeks by mailing or faxing a written dispute to the Settlement Administrator, postmarked or fax-stamped no later than [160 days after mailing] 2023. The written dispute must be referred to as a "Dispute" or words to that effect and must: (a) state your name, address, telephone number, and last four digits of your Social Security number, (b) be signed by you, (c) state the information you are challenging, (d) state your belief as to the correct date(s) of employment and/or workweeks, and (e) and explain why you believe Defendant's records are mistaken and attach any documents or evidence in support of your contentions. The dispute shall be determined by the Settlement Administrator, who shall examine all available written records in an attempt to resolve the dispute. Defendant's records shall be presumed accurate and control unless the Settlement Member Class provides satisfactory proof that Defendant's records are incorrect. In any event, the Settlement Administrator will make every reasonable effort to resolve any such disputes before Final Approval of this Agreement, and if any disputes cannot be resolved by that time, they will be resolved by the Court at the Final Approval hearing.
Your estimated Net Settlement Payment is [].
For tax reporting purposes, the payments to Participating Class Members will be allocated as follows: 25% as wages and 75% as penaltics and interest. All legally required payroll withholdings will be withheld from the Net Settlement Payments based on this allocation. Any remaining taxes owed will be the responsibility of each Participating Class Member receiving those payments. The employer's share of any payroll taxes will be separately paid by Defendant.
Settlement checks will remain valid for 180 days from issuance. If any settlement checks remain uncashed after 180 days, pursuant to California Code of Civil Procedure section 384, the Settlement Administrator will void the checks and distribute the funds represented by the uncashed checks to the State of California Controller pursuant to the Unclaimed Property Law [Code Civ. Proc. §§ 1500, et seq.]. In such event, the Participating Class Members who did not cash their checks within that time frame will still remain bound by the terms of the Settlement.
None of the Parties or attorneys make any representations concerning the tax consequences of this Settlement or your participation in it. Settlement Class Members should consult with their own tax advisors concerning the tax consequences of the Settlement. Class Counsel is unable to offer advice concerning the state or federal tax consequences of payments to any Settlement Class Member.
Class Counsel Attorneys' Fces and Costs, Class Representative Incentive Award, Settlement Administration Costs, and Payment to the LWDA. Class Counsel will ask the Court to award attorneys' fces up to \$133,320.00 (33.33%) of the Settlement Amount and reimbursement of actual litigation costs, incurred in the Action. In addition, Class Counsel will ask the Court to authorize a Class Representative Incentive Award of up to \$7,500.00 to Plaintiff for her efforts in bringing the case on behalf of the Class. The cost of administering the Settlement will not exceed \$\frac{1}{2} \]. A payment in the amount of \$30,000.00 will also be made to the LWDA for its share of PAGA penaltics, which represents 75% of the \$40,000.00 set aside for payment of civil penalties under PAGA; the remaining \$10,000.00 of the \$40,000.00 allocated to PAGA penaltics will be distributed pro rata to those Class Members who worked for Defendant as hourly employees in California at any time during the period of October 19, 2019 to January 19, 2022 ("PAGA Period"); this pro-rata distribution will be based on the number of pay periods that each of those Class Members worked during the PAGA Period and will be mailed to them regardless of whether they choose to exclude themselves from the Settlement.
What claims are being released by the proposed Settlement?

"Effective Date" means the date on which final judgment is entered, if no appeal is filed. If an appeal is filed, the Effective Date means the date the judgment is final and no longer subject to appeal.

Upon the Effective Date, Plaintiff and each Settlement Class Member, except those who opt out, will waive and release all claims, rights, demands, damages, liabilities and causes of action, whether known or unknown, contingent or vested, in law or in equity, arising at any time during the Settlement Period for unpaid wages or other compensation, and/or related penalties, interest, costs, attorneys' fees, punitive damages, and/or injunctive

or other equitable remedies, allegedly owed or available, against Defendant and their respective former, current and future parent companies, subsidiaries, affiliates, shareholders, members, agents (including, without limitation, any investment bankers, accountants, insurers, reinsurers, attorneys and any past, present or future officers, directors and employees) predecessors, successors, and assigns, allegedly owed or available, arising out of, or related to the claims, allegations and operative facts asserted in the operative complaint, including that Defendant: (1) failed to provide a required full, timely and uninterrupted meal periods; (2) failed to provide a required full, timely and uninterrupted rest periods; (3) failed to pay all carned wages and/or overtime payments (4) failed to keep accurate payroll records and/or failed to provide accurate wage statements; (5) failed to pay earned an unpaid wages upon ending of employment; and/or (6) in engaging in any or all of the aforementioned conduct, violated, or is liable under the California Labor Code, including, but not limited to, sections 201, 202, 203, 204, 218.5, 218.6, 221, 226, 226.3, 226.6, 226.7, 450, 510, 512, 558, 1174, 1174.5, 1175, 1194, 1194.2, 1197, 1198, 2802, 2698 et seq., Cal. Code tit. 5 section 11050 (California Wage Order 5-2001), California Business & Professions Code section 17200 et seq., and/or California Code of Civil Procedure section 1021. The incentive payment to Plaintiff and any other payments herein are expressly contingent upon her execution of a release of all claims under California Civil Code § 1542 and any and all wage related claims, known or unknown, contingent or accrued.

Additionally, all PAGA Group Members will release all claims for civil penalties under PAGA during the PAGA Period.

#### What are my options in this matter?

You have two options under this Settlement, each of which is further discussed below. You may: (A) remain in the Settlement Class and receive a Net Settlement Payment; or (B) exclude yourself from the Settlement. If you choose option (A), you may still object to the Settlement, as explained below.

OPTION A. Remain in the Settlement Class. If you wish to remain in the Settlement Class and be eligible to receive an Individual Settlement Payment, you do not need to take any action. By remaining in the Settlement Class and receiving an Individual Settlement Payment, you will be subject to any Judgment that will be entered in the Action, including the release of claims described above. If you remain in the Settlement Class, you will be represented at no cost by Class Counsel. Class Counsel, however, will not represent you for purposes of making objections to the Settlement.

Objecting to the Settlement: If you believe the proposed Settlement is not fair, reasonable, or adequate, you may object to it. To object, you must mail a "Notice of Objection" to the Settlement Administrator at the address located at the bottom of this Notice. If you submit a Notice of Objection, it must be postmarked no later than [60 days after mailing] 2023 and set forth the following: (1) the name of the case and case number (shown on page I of this Notice); (2) your full name, address, and dates of employment; (3) the last four digits of your Social Security number; and (4) the factual and legal bases for the objection and attach any supporting documents. The Notice of Objection must be signed by you or your authorized representative. Even if you submit an objection, you will be bound by the terms of the Settlement, including the release of the claims set forth above, unless the Court does not grant final approval of the Settlement.

OPTION B. Request to Be Excluded from the Settlement and Receive No Money from the Settlement. If you do not want to be part of the Settlement, you must submit a written statement requesting exclusion from the Class. The request for exclusion must (1) contain the name, address, telephone number, and last four digits of the Social Security number of the person requesting exclusion; (2) be signed by the person; (3) unambiguously state that the person wishes to exclude themselves from the settlement; (4) be mailed, faxed or emailed; and (5) be sent to the Settlement Administrator at the specified address, fax telephone number or email address and if mailed, it must be postmarked on or before [60 days after mailing] 2023. Any Class Member who opts out of the Class will not be entitled to any recovery under the Settlement and will not be bound by the Settlement or have any right to object, appeal, or comment thereon. Class Members who do not submit a valid and timely request for exclusion on or before [60 days after mailing], 2023 shall be Participating Class Members and bound by all terms of the Settlement and any Final Judgment entered in this Class Action if the Settlement is approved by the Court.

What is the next step in the approval of the attlement?	
The Court will hold the Final Approval Hearing to decide whether the Settlement is fair, reasonal adequate on at in Department 39 of the Contra Costa County Superior C Court Street, Martinez, CA 94553. If the Settlement Class member timely submits a Notice of Obshe may appear, personally or through an attorney, at his or her own expense, at the Final Approval Present his or her objection directly to the Court. You need not attend the Final Approval Hearing Class Settlement Payment. Please note that the date and/or time for the Final Approval Hearing of at any time without notice. You can confirm the date by contacting the Settlement Administrator consulting the court's website at https://www.cc-courts.org/ and entering case number C20-02646 Query section. Please note that the Court requires strict adherence to its COVID-19 policies and including requirements for social distancing and face coverings; these policies and procedures are the Court's website, https://www.cc-courts.org/.	ourt, 725 bjection, he or late Hearing to g to receive a hay be changed or by in the Case procedures,
If the Court grants Final Approval of the Settlement, the Order granting Final Approval and enter will be posted on a website (listed below) created by the Settlement Administrator for this case for 90 days following the entry of that Order/Judgment, in compliance with California Rules of Court Net Settlement Payments will be mailed to Participating Class Members no later than ten (10) but after the Effective Date. Even if the Court grants Final Approval, there may be appeals. If there a resolving them could take some time, so please be patient.	or a period of t, rule 3.771. siness days
It is your responsibility to maintain your current address with the Settlement Administrator. If yo should send a letter updating your address to the Settlement Administrator. Maintaining your cur with the Settlement Administrator is the best way to ensure that you receive your Class Settlement	rent address
How can I get additional information?	F-2 1
This Notice summarizes the Action and the basic terms of the Settlement. More details are availant complaint and the Settlement Agreement, both of which are posted on the Settlement Administration also lists information regarding the Final Approval Hearing. These documents and all other relating to the Action are available for inspection and/or copying at the Civil Records Office of the County Superior Court. You may also request a copy of the Settlement Agreement from Class Countries and above.	ator's website or records he Contra
will serve as the Settlement Administrator for this settlement. reached at:	may be
Orinda Care Center, LLC Wage and Hour Settlement Administrator  c/o'  https://www.l  phone: (XXX) XCX-XCXC  fax: (XXX) XCX-XCXC  website: www.w.	· · · · · · · · · · · · · · · · · · ·

PLEASE DO NOT CONTACT THE COURT FOR INFORMATION REGARDING THIS SETTLEMENT

### **EXHIBIT B**

#### NOTICE OF ERRATA REGARDING CLASS ACTION SETTLEMENT

Laura Delgado et al. v. Orinda Care Center, LLC Case No. C20-02646

A court authorized this Notice. This is not a solicitation by a lawyer. You are not being sued.

You are being provided this notice of errata regarding a Notice of Class Action Settlement (the "Notice") that was recently mailed to you regarding a class action and Private Attorney General Act ("PAGA") representative action lawsuit entitled Laura Delgado et al. v. Orinda Care Center, LLC, Contra Costa County Superior Count Case No. C20-02646 (the "Action"). This lawsuit was filed between Plaintiff Laura Delgado ("Plaintiff") and Defendant Orinda Care Center, LLC ("Defendant").

To be eligible for the settlement benefits as provided in the Notice, you must have been employed in hourly non-exempt positions by Orinda Care Center, LLC in California at any time between October 19, 2019 and January 19, 2022 (the "Class"). In mailing out the Notices, Defendant inadvertently identified contract, registry, and salaried workers in the Class List which was then used for mailing out the Notices. After reviewing the records, it has been determined that you were erroneously sent the Notice because you were not employed in an hourly non-exempt position with Defendant and not entitled to the settlement benefits as previously stated.

You may challeng	ge this determination by mailing or faxing a written dispute to the Settlement Administrator,	
postmarked or fax	t-stamped no later than 60 days after mailing 2023. The written dispute mus	t
	"Dispute" or words to that effect and must: (a) state your name, address, telephone number,	
and last four digit	s of your Social Security number, (b) be signed by you, (c) state the information you are	
challenging, (d) s	tate your belief as to the correct date(s) of employment and/or workweeks, and (c) and explai	n
why you believe l	Defendant's records are mistaken and attach any documents or evidence in support of your	
	dispute shall be determined by the Settlement Administrator, who shall examine all available	
	an attempt to resolve the dispute. Defendant's records shall be presumed accurate and contro	
unless the Settlerr	nent Member Class provides satisfactory proof that Defendant's records are incorrect. In any	
event, the Settlem	ent Administrator will make every reasonable effort to resolve any such disputes before Fina	1
Approval of this A	Agreement, and if any disputes cannot be resolved by that time, they will be resolved by the	
Court at the Final	Approval hearing.	
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<u></u>	will serve as the Settlement Administrator for this settlement. may be	
reached at:	The second of the Common reasonable to the Common I	
reaction at.		
	Orinda Care Center, LLC Wage and Hour Scttlement Administrator	
	<u>c/o!</u>	
	<u> </u>	
	https://www.	
	phone: (XXX) XCX-XCXC	
	fax: (XXX) XCX-XCXC	
	website;www.	

PLEASE DO <u>NOT</u> CONTACT THE COURT FOR INFORMATION REGARDING THIS NOTICE

#### 1 PROOF OF SERVICE 2 I am employed in the County of Los Angeles, State of California. I am over the age of eighteen (18) years and not a party to the within action. My business address is 1230 Rosecrans 3 Avenue, Suite 200, Manhattan Beach, California 90266. 4 On July 12, 2023, I served the document described as: 5 JOINT STIPULATION APPROVING AMENDED CLASS NOTICE; [PROPOSED] ORDER 6 冈 By e-mail or electronic transmission. I caused the documents to be sent to the person at 7 the e-mail addresses listed below. I did not receive, within a reasonable time after the transmission, any electronic message or other indication that the transmission was 8 unsuccessful. 9 Joseph R. Lordan, Esq. Attorneys for Defendant 10 Sumy Kim, Esq. ORINDA CARE CENTER, LLC 11 O'HAGAN MEYER PLLC One Embarcadoro, Suite 2100 12 San Francisco, CA 94111 Tel: (628) 626-6906 13 Email: <u>Mordan@OhaganMeyer.com</u> SKim@OhaganMeyer.com 14 15 I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. Executed on July 12, 2023 at Willimantic, Connecticut. 16 17 Alex Phornprapha Alex Phornprapha 18 19 20 21 22 23 24 25 26 27 MATERN LAW 28

PROOF OF SERVICE

GROUP 1230 ROSECHANS AVENUT, SUITE 200

NHATTAN BEACH, CA

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MATERN LAW 28
GROUP
1230 ROSECRANS
AVENUE, SUITE 200
MANHATTAN BEACH, CA
90266

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