[PROPOSED] ORDER GRANTING MOTION FOR PRELIMINARY APPROVAL

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[PROPOSED] ORDER

GRANTING PRELIMINARY APPROVAL OF CLASS ACTION SETTLEMENT

The Court has before it Plaintiff Roxanne Welcker's ("Plaintiff") Motion for Preliminary Approval of Class Action Settlement. Having reviewed the Motion for Preliminary Approval of Class Action Settlement and Memorandum of Points and Authorities, the supporting Declarations of Sepideh Ardestani, Plaintiff Roxanne Welcker, and Christopher Longley, and good cause appearing, IT IS HEREBY ORDERED, ADJUDGED, AND DECREED AS FOLLOWS:

- 1. The Court grants preliminary approval of the proposed Settlement and the Settlement Class based upon the terms set forth in the Amended Class Action Settlement Agreement and Class Notice (the "Settlement Agreement" or "Settlement") attached as Exhibit 1 to the Declaration of Sepideh Ardestani in Support of Plaintiff's Motion for Preliminary Approval of Class Action Settlement. The Court finds on a preliminary basis that the Settlement Agreement appears to be fair, adequate, and reasonable, and therefore meets the requirements for preliminary approval. The Court also preliminarily finds that the terms of the Settlement Agreement appear to be within the range of possible approval, pursuant to California Code of Civil Procedure section 382 and applicable law.
- 2. The Settlement falls within the range of reasonableness of a settlement which could ultimately be given final approval by this Court, and appears to be presumptively valid, subject only to any objections that may be raised at the Final Approval Hearing and final approval by this Court. The Court notes that Defendants Dimension Development Two, LLC, Dimension Development Company, Inc., and G&B Employee Leasing, LLC (hereinafter collectively, "Defendants," and together with Plaintiff, the "Parties") agreed to create a common gross fund of \$320,625.00 (the "Gross Settlement Amount"), subject to an escalator clause and in addition to Defendants' employer's share of payroll taxes, to cover: (a) individual settlement payments to Class Members who do not validly opt out; (b) a Class Representative Service Payment of up to

\$7,500.00 to Plaintiff for her contributions and participation in the litigation; (c) Class Counsel's attorneys' fees not to exceed 33 1/3% of the Gross Settlement Amount; (e) up to \$15,000.00 as reimbursement for actual litigation costs incurred by Class Counsel; and (f) an Administration Expenses Payment of up to \$11,000.00.

- 3. The Court finds on a preliminary basis that: (1) the settlement amount is fair and reasonable to the Class Members when balanced against the probable outcome of further litigation relating to class certification, liability and damages issues, and potential appeals; (2) significant informal discovery, investigation, research, and litigation have been conducted such that counsel for the Parties at this time are able to reasonably evaluate their respective positions; (3) settlement at this time will avoid substantial costs, delay, and risks that would be presented by the further prosecution of the litigation; and (4) the proposed Settlement has been reached as the result of serious, informed, adversarial, and arms-length negotiations between the Parties. Accordingly, the Court preliminarily finds that the Settlement Agreement was entered into in good faith and meets the requirements for preliminary approval.
- 4. A final fairness hearing on the question of whether the proposed Settlement Agreement, Class Counsel's attorneys' fees and costs, and the Class Representative Service Payment should be finally approved as fair, reasonable, and adequate as to the members of the Class is hereby set for May 17, 2024, at 10:30 a.m. in the Department SSC-1 of the above captioned Court.
- 5. The Court provisionally certifies, for settlement purposes only, the following class (the "Settlement Class"): All non-exempt employees of Defendants in California during the Class Period, meaning from November 9, 2018 to March 27, 2023. Excluded from the Settlement Class are all Class Members who submit a valid and timely Request for Exclusion from the Settlement.
- 6. Any Class Member who does not request exclusion from the Settlement may object to the Settlement Agreement.
 - 7. Release of Claims. Effective on the date when Defendants fully funds the entire Gross

Settlement Amount and funds all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, Plaintiff, Class Members, and Class Counsel will release claims against all Released Parties as follows: (Settlement Agreement, ¶ 6.)

- a. <u>Plaintiff's Release</u>. Plaintiff, agrees to further release the Released Parties from any and all claims, demands, rights, liabilities, and/or causes, of any form whatsoever, arising under federal, state or local wage-and-hour laws, rules, or regulations, whether known or unknown, unforeseen, unanticipated, unsuspected or latent, that have been or could have been asserted by Plaintiff, or the heirs, successors and/or assigns of Plaintiff, whether directly, indirectly, representatively, derivatively or in any other capacity, arising at any time prior to the date that the court grants preliminary approval of the class action settlement. This release expressly excludes any workers' compensation that Plaintiff may have. (Settlement Agreement, ¶ 6.1.)
 - 1) Plaintiff's Waiver of Rights under California Civil Code § 1542. For purposes of Plaintiff's Release, Plaintiff expressly waives and relinquishes the provisions, rights, and benefits, if any, of Section 1542 of the California Civil Code, which reads: A general release does not extend to claims that the creditor or releasing party does not know or suspect to exist in his or her favor at the time of executing the release, and that if known by him or her would have materially affected his or her settlement with the debtor or Released Party. Notwithstanding the provisions of section 1542, and for the purposes of implementing a full and complete release and discharge of all of their Released Claims, Plaintiff expressly acknowledges that this Settlement is intended to include in its effect, without limitation, all Released Claims which Plaintiff does not know or suspect to exist in her favor at the time of execution hereof, and that the Settlement contemplates the extinguishment of all such Released Claims. (Settlement Agreement, ¶ 6.1.1.)
- b. <u>Release by Participating Class Members</u>. Plaintiff and each member of the Settlement Class releases Defendants and any parent, subsidiary, affiliate, including but not without

limitation to Dimension Hospitality, LLC, predecessor or successor, franchisor, franchisee, and all agents, employees, officers, directors, attorneys, and insurers thereof (collectively the "Released Parties"), from any and all claims debts, liabilities, demands, obligations, guarantees, costs, expenses, attorneys' fees, damages, or cause of action contingent or accrued for, that are pleaded, or that could have been pleaded, based on the allegations and claims asserted in the operative Complaint, including any claims for alleged unpaid overtime wages, unpaid minimum wages, failure to receive final pay upon termination, alleged unpaid meal and rest period premiums, failure to reimburse, failure to furnish accurate and itemized wage statements, failure to maintain required records, and waiting time penalties, arising under the California Labor Code, IWC Wage Orders, or Business & Professions Code (including Section 17200 et seq.). This release shall apply to all claims arising at any pint during the Class Period (Settlement Agreement, ¶ 6.2.)

- c. <u>Released Parties shall mean</u>: Defendants and any parent, subsidiary, affiliate, including but without limitation to Dimension Hospitality, LLC, predecessor or successor, franchisor, franchisee, and all agents, employees, officers, directors, attorneys, and insurers thereof (Settlement Agreement, ¶ 1.31.)
- 8. The Court, for purposes of this Preliminary Approval Order, refers to all terms and definitions as set forth in the Settlement Agreement.
- 9. The Court finds, for settlement purposes only, that the Settlement Class meets the requirements for certification under California Code of Civil Procedure section 382 in that: (1) the Settlement Class is so numerous that joinder is impractical; (2) there are questions of law and fact that are common, or of general interest, to all Settlement Class Members, which predominate over individual issues; (3) Plaintiff's claims are typical of the claims of the Settlement Class Members; (4) Plaintiff and Class Counsel will fairly and adequately protect the interests of the Settlement Class Members; and (5) a class action is superior to other available methods for the

fair and efficient adjudication of the controversy.

10. The Court appoints, for settlement purposes only, Plaintiff as the Class Representative. The Court approves, on a preliminary basis, payment of a Class Representative Service Payment from the Gross Settlement Amount of up to \$7,500.00 to Plaintiff, in addition to the amount Plaintiff is eligible to receive as a Class Member, for her contributions and participation in the litigation, for the risks and duties attendant to her role as the Class Representative, and for her general release of claims, both known and unknown, and waiver of Section 1542 rights. To the extent the final amount awarded is less than the amount requested, the remainder will be retained in the Net Settlement Amount for distribution to Participating Class Members.

- 11. The Court appoints, for settlement purposes only, Plaintiff's counsel Crosner Legal, P.C. as Class Counsel. The Court approves, on a preliminary basis, Class Counsel's ability to request attorneys' fees of up to 33 1/3% of the Gross Settlement Amount (currently estimated to be \$100,884.00), and reimbursement for actual costs not to exceed \$15,000.00. To the extent the final amounts awarded are less than the amounts requested, the remainder will be retained in the Net Settlement Amount for distribution to Participating Class Members.
- 12. The Court appoints Atticus Administration as the Settlement Administrator with payment from the Gross Settlement Amount for reasonable administration costs not to exceed \$11,000.00, except upon a showing of good cause and as approved by the Court. To the extent actual administration expenses are less, the remainder will be retained in the Net Settlement Amount for distribution to Participating Class Members. The Settlement Administrator shall perform services and duties as provided for in the Settlement Agreement, including, but not limited to, mailing, via first-class U.S. Mail, the Class Notice to all Class Members. Class Members shall not be required to submit a claim form in order to receive individual settlement payments.
 - 13. The Court approves, as to form and content, the Class Notice, attached as Exhibit A to

the Settlement Agreement. The Court finds, on a preliminary basis, that the plan for distribution of the Class Notice to Settlement Class Members satisfies due process, provides the best notice practicable under the circumstances, and constitutes due and sufficient notice to all persons entitled thereto.

- 14. The obligations set forth in the Settlement Agreement are deemed part of this Preliminary Approval Order, and the Parties and Settlement Administrator are ordered to carry out the Settlement Agreement according to its terms and provisions.
 - 15. The Court orders the following Implementation Schedule:

Defendants to provide class data to Settlement	Withing 15 calendar days after the Preliminary
Administrator	Approval Order
Settlement Administrator to send via first-class	Within 14 calendar days of receipt of the Class
mail the Class Notice packets	Data
Response and Opt-Out Deadline	Within 60 calendar days after mailing Class
	Notice packets (plus an additional 14 days for
	Class Members whose Class Notice is re-
	mailed)
Deadline to file Motion for Final Approval	At least 16 court days before Final Approval
	Hearing
Final Approval Hearing	May 17, 2024 at 10:30 a.m

- 16. The Court reserves the right to continue the date of the Final Approval Hearing without further notice to Class Members.
- 17. The Court further orders that, pending further order of this Court, all proceedings in this litigation, except those contemplated herein and in the Settlement Agreement, are stayed.

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18. The Settlement Agreement is preliminarily approved but is not an admission by Defendant of the validity of any claims in this class action, or of any wrongdoing by Defendant or of any violation of law. Neither the Settlement Agreement nor any related document shall be offered or received in evidence in any civil, criminal, or administrative action or proceeding other than as may be necessary to consummate or enforce the Settlement Agreement.

Dated: Ö^&^{ à^¦ÁFÉG€GH



Stuart M. Rice/Judge Honorable Stuart M. Rice Judge of the Superior Court