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14	SUPERIOR COURT OF THE	E STATE OF CALIFORNIA
15	COUNTY OF L	OS ANGELES
	SHAHEED RICHARDSON, as an individual and	CASE NO. 22STCV04750
	on behan of other similarly situated employees,	Assigned for all Purposes to the Honorable
	Plaintiff,	Stuart M. Rice, Dept. 1
	VS.	JOINT STIPULATION OF SETTLEMENT
	INTERSTATE HOTELS, LLC, a California	
	corporation, and DOES 1-30, inclusive,	
- 23 I	l l	
23 24	Defendant.	
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16 17 18 19 20 21 22	SHAHEED RICHARDSON, as an individual and on behalf of other similarly situated employees, Plaintiff, vs. INTERSTATE HOTELS, LLC, a California corporation, and DOES 1-50, inclusive,	CASE NO. 22STCV04750 Assigned for all Purposes to the Honorable Stuart M. Rice, Dept. 1

It is stipulated and agreed by and among the undersigned Parties, subject to the approval of the Court pursuant to the California Rules of Court, that the Settlement of this Action shall be effectuated upon and subject to the following terms and conditions. Capitalized terms used herein shall have the meanings set forth in Article I or as defined elsewhere in this Joint Stipulation of Settlement ("Agreement" or "Settlement").

This Agreement is made by and between Plaintiff Shaheed Richardson ("Plaintiff") and the Class Members, on the one hand, and Defendant Interstate Hotels, LLC, ("Interstate" or "Defendant"), on the other hand. Plaintiff and Defendant collectively are referred to in this Agreement as "the Parties."

The Parties agree that the Action shall be, and hereby is, ended, settled, resolved, and concluded by agreement of Defendant to pay the settlement amount of Eighty-Four Thousand, Six Hundred Sixty Dollars and Zero Cents (\$84,660.00) as provided in Section 4.06(a) below ("Gross Settlement Amount") pursuant to the terms and conditions of this Agreement and for the consideration set forth herein, including but not limited to, a release of all claims by Plaintiff and the Class Members as set forth herein.

ARTICLE I

DEFINITIONS

Unless otherwise defined herein, the following terms used in this Agreement shall have the meanings ascribed to them as set forth below:

- a. "Action" mean the action described as follows: *Shaheed Richardson v. Interstate Hotels, LLC.*, a California Corporation; and DOES 1 through 50, inclusive, Case No. 22STCV04750, commenced on February 7, 2022 in the Superior Court of the State of California, County of Los Angeles.
- b. "Agreement" means this Joint Stipulation of Settlement, including the attached Exhibit(s).
- c. "Class" means all 49 current and former non-exempt security guard workers at Defendant's facilities during the relevant class period.
 - d. "Class Counsel" means the attorneys for the Class and the Class Members, who are:

- 1. "Disposition" means the method by which the Court approves the terms of the Settlement and retains jurisdiction over its enforcement, implementation, construction, administration, and interpretation.
- m. "Final Order Approving Settlement of Class Action" or "Final Order" means the final formal court order signed by the Court following the Final Fairness and Approval Hearing in accordance with the terms herein, approving this Agreement.
- n. "Gross Settlement Amount" means Eighty-Four Thousand, Six Hundred Sixty Dollars and Zero Cents (\$84,660.00) to be paid by Defendant as provided by this Agreement to settle the Action. All payments to the Class, expenses and administration costs, attorney's fees and costs, and Enhancement Awards, pursuant to Section 4.07(a) below, shall be paid out of the Gross Settlement Amount. The employer's share of payroll taxes arising from the payments made under this settlement shall be paid by Defendant separate from and in addition to the Gross Settlement Amount. The Gross Settlement Amount is subject to a pro rata increase pursuant to Section 4.04(e) below. No part of the Gross Settlement Amount shall revert to Defendant. Defendant shall not be required under any circumstances to pay more than the Gross Settlement Amount, save the remission of payroll taxes paid outside of this Settlement.
- o. "Incentive Awards" means a monetary amount of up to Five Thousand Dollars and Zero Cents (\$5,000.00) for Plaintiff Shaheed Richardson subject to Court approval, in recognition of his effort and work in prosecuting the Action on behalf of Class Members.
- p. "Individual Settlement Payment(s)" means each Participating Class Member's respective share of the Net Settlement Amount. Individual Settlement Payments will be determined by the calculations provided in this Agreement.
- q. "Motion for Final Approval" means Plaintiff's submission of a written motion, including any evidence as may be required for the Court to conduct an inquiry into the fairness of the Settlement as set forth in this Agreement, to conduct a Final Fairness and Approval Hearing, and to enter a Final Order in this Action.

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- r. "Motion for Preliminary Approval" means Plaintiff's submission of a written motion, including any evidence as may be required for the Court to grant preliminary approval of the Settlement as required by Rule 3.769 of the California Rules of Court.
 - s. "Plaintiff" means Shaheed Richardson.
- t. "Net Settlement Amount" means the Gross Settlement Amount less Court-approved administration costs, Class Counsels' attorney's fees and costs, Enhancement Awards, pursuant to Section 4.07(a)-(f) below.
- u. "Non-Participating Class Member(s)" means any Class Member(s) who submit to the Settlement Administrator a valid and timely written request to be excluded from the Class pursuant to Section 4.04(b) below, which will have the effect of precluding such Class Members(s) from receiving their Individual Settlement Payment(s).
- v. "Notice Packet" means collectively and in a form substantially similar to, the Notice of Class Action Settlement attached hereto as **Exhibit A** and the Exclusion Form attached hereto as **Exhibit B**, all subject to Court approval.
- w. "Participating Class Member(s)" is defined as a Class Member who does not timely exclude himself or herself from the Settlement and will therefore receive an Individual Settlement Payment from the Net Settlement Amount automatically without the need to return a claim form. Each Participating Class Member will be paid his/her Individual Settlement Payment.
- x. "Preliminary Approval Date" means the date the Court preliminarily approves the Settlement embodied in this Agreement.
- y. "Qualified Settlement Fund" or "QSF" means a fund within the meaning of Treasury Regulation § 1.468B-1, 26 CFR § 1.468B-1 *et seq.*, that is established by the Settlement Administrator for the benefit of Participating Class Members.
- z. "Qualifying Workweeks" means the number of weeks between the start and end of Class Members assignment(s) working for Defendant as non-exempt security employees during the Class Period, provided that any partial week shall be counted as one full workweek.
- aa. "Released Parties" means Defendant and Defendant's former and present parents, subsidiaries and affiliated companies and entities, franchisors and franchisees, professional employer

organizations, and its current, former, and future owners, officers, shareholders, directors, members, managers, operators, employees, consultants, vendors, partners, affiliates, subsidiaries, shareholders, attorneys, insurers, payroll providers, joint venturers, and agents, and any successors, assigns, or legal representatives and any individual or entity who or which could be jointly liable with Defendant and all persons or entities acting by, through under or in concert with any of them.

bb. "Response Deadline" means the deadline by which Class Members must postmark or fax to the Settlement Administrator requests for exclusion or written notices of objection. The Response Deadline will be sixty (60) calendar days after the initial mailing of the Notice Packet by the Settlement Administrator, unless the sixth (60th) calendar day falls on a Sunday or federal holiday, in which case the Response Deadline will be extended to the next day on which the U.S. Postal Service is open. The Response Deadline will be extended as set forth herein if there is a remailing.

cc. "Settlement Administration Costs" means all costs incurred by the Settlement Administrator in administration of the Settlement, including, but not limited to, mailing of notice to the class, calculation of Individual Settlement Payments, generation of Individual Settlement Payment checks and related tax reporting forms, calculation of Defendant's payroll taxes paid outside the Gross Settlement Amount, administration of unclaimed checks, and generation of checks to Class Counsel for attorneys' fees and costs, and to Plaintiff for their Enhancement Awards. The Settlement Administration Costs shall be paid from the Gross Settlement Amount.

dd. "Settlement Administrator" means Phoenix Class Action Administration Solutions ("Phoenix"), which the Parties have agreed will be responsible for the administration of the Individual Settlement Payments to be made by Defendant from the Gross Settlement Amount and related matters under this Agreement.

ARTICLE II

RECITALS

On February 7, 2022, Plaintiff commenced this Action by filing a Complaint alleging the following causes of action against Interstate Hotels, LLC: (1) failure to pay minimum wages; (2) failure to pay overtime wages; (3) failure to pay timely wages; (4) failure to unlawfully receive

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wages; (5) failure to provide meal breaks; (6) failure to provide rest periods; (7) failure to provide and maintain accurate itemized wage statements and maintain records; (8) failure to pay timely wages upon termination; and (9) unlawful business practices under Business and Professions Code § 17200, et seq. The Complaint is the operative complaint in the Action (the "Operative Complaint"). Defendant denies the allegations in the Operative Complaint, denies any failure to comply with the laws identified in in the Operative Complaint and denies any and all liability for the causes of action alleged.

On September 27, 2022, the Parties participated in an all-day mediation with David Phillips, Esq. of Signature Resolution, which led to this Agreement to settle the Action.

Prior to the mediation, Defendant provided Class Counsel with copies of critical policy documents relating to Plaintiff's claims in this Action, as well as Plaintiff's time and payroll records and time and payroll records for the Class. Plaintiff's investigation was sufficient to satisfy the criteria for court approval set forth in *Dunk v. Foot Locker Retail, Inc.* (1996) 48 Cal.App.4th 1794, 1801 and *Kullar v. FootLocker Retail, Inc.* (2008) 168 Cal.App.4th 116, 129-130 ("*Dunk/Kullar*").

The Court has not granted class certification.

The Parties, Class Counsel and Defense Counsel represent that they are not aware of any other pending matter or action asserting claims that will be extinguished or affected by the Settlement.

ARTICLE III

CONTINGENT NATURE OF THE AGREEMENT

Section 3.01: Stipulation of Class Certification for Settlement Purposes

Because the Parties have stipulated to the certification of the Class with respect to all causes of action alleged in the Action for settlement purposes only, this Agreement requires preliminary and final approval by the Court. Accordingly, the Parties enter into this Agreement on a conditional basis. This Agreement is contingent upon the approval and certification by the Court. If the Date of Finality does not occur, the fact that the Parties were willing to stipulate for the purposes of this Agreement to a Class shall have no bearing on, nor be admissible in connection with, the issue of certification of the Class with respect to all causes of action alleged in the Action. Defendant do not consent to

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certification of the Class for any purpose other than to effectuate settlement of the Action. If the Date of Finality does not occur, or if Disposition of this Action is not effectuated, any certification of the Class as to Defendant will be vacated and Plaintiff, Defendant, and the Class will be returned to their positions with respect to the Action as if the Agreement had not been entered into. In the event that the Date of Finality does not occur: (a) any Court orders preliminarily or finally approving certification of any class contemplated by this Agreement shall be null, void, and vacated, and shall not be used or cited thereafter by any person or entity; and (b) the fact of the settlement reflected in this Agreement, the fact that Defendant did not oppose the certification of a Class under this Agreement, or that the Court preliminarily approved the certification of the Class, shall not be used or cited thereafter by any person or entity, including in any manner whatsoever, including without limitation any contested proceeding relating to the certification of any class. If the Date of Finality does not occur, this Agreement shall be deemed null and void, shall be of no force or effect whatsoever, and shall not be referred to or used for any purpose whatsoever. Defendant expressly reserve the right to challenge the propriety of class certification and/or manageability of the Action for any purpose, if the Date of Finality does not occur.

The Parties and their respective counsel shall take all steps that may be requested by the Court relating to the approval and implementation of this Agreement and shall otherwise use their respective best efforts to obtain Court approval and implement this Agreement. If the Court does not grant the Motion for Preliminary Approval and/or the Motion for Final Approval, the Parties agree to meet and confer to address the Court's concerns. If the Parties are unable to agree upon a resolution, the Parties agree to seek the assistance of mediator David Phillips to resolve the dispute.

ARTICLE IV

PROCEDURE FOR APPROVAL AND IMPLEMENTATION OF THE SETTLEMENT

The procedure for obtaining Court approval of and implementing this Agreement shall be as follows:

Section 4.01: Motion for Conditional Class Certification and Preliminary Approval

Plaintiff will bring a motion before the Court for an order conditionally certifying the Class to include all claims pled in the Action based on the preliminary approval of this Agreement. The

date that the Court grants preliminary approval of this Agreement will be the "Preliminary Approval Date."

Section 4.02: The Settlement Administrator

The Parties have chosen Phoenix to administer this Settlement and to act as the Settlement Administrator, including but not limited to distributing and responding to inquiries about the Notice Packet, determining the validity of exclusions/opt-outs, calculating the Net Settlement Amount, Individual Settlement Payments, issuing the Individual Settlement Payment checks and distributing them to Participating Class Members, establishing and maintaining the QSF, and issuing the payment to Class Counsel for attorneys' fees and costs, the Incentive Award checks to Plaintiff, and the employer payroll taxes to the appropriate taxing authorities. The Settlement Administrator shall expressly agree to all of the terms and conditions of this Agreement.

All costs of administering the Settlement, including but not limited to all costs and fees associated with preparing, issuing and mailing any and all notices to Class Members and/or Participating Class Members, all costs and fees associated with computing, processing, reviewing, and mailing the Individual Settlement Payments, all costs and fees associated with preparing any tax returns and any other filings required by any governmental taxing authority or agency, all costs and fees associated with preparing any other checks, notices, reports, or filings to be prepared in the course of administering disbursements from the Net Settlement Amount, and any other costs and fees incurred and/or charged by the Settlement Administrator in connection with the execution of its duties under this Agreement ("Settlement Administration Costs"), shall be paid to the Settlement Administrator from the Gross Settlement Amount.

Section 4.03: Notice to Class Members

No later than fifteen (15) business days after the Preliminary Approval Date, Defendant will provide the Settlement Administrator with a "Class List" in electronic format based on its business records, identifying the names of the Class Members, their last known home addresses, Social Security numbers or, as applicable, other taxpayer identification number, their dates of employment and weeks worked during the Class Period.

Within ten (10) business days of receiving a Class List from Defendant, the Settlement Administrator will send Class Members, by first-class mail, at their last known address, the Court approved Notice Packet, including notice of this Settlement and of the opportunity to opt out of the Settlement Class. The Notice Packet will include a calculation of the Class Member's approximate share of the Net Settlement Amount. Class Members will have sixty (60) days from the date of mailing in which to postmark objections or requests for exclusion. Prior to the initial mailing, the Settlement Administrator will check all Class Member addresses against the National Change of Address database and shall update any addresses before mailing. The Settlement Administrator will skip trace and re-mail all returned, undelivered mail within five (5) days of receiving notice that a Notice Packet was undeliverable. If a Class Member's notice is re-mailed, the Class Member shall have fifteen (15) calendar days from the re-mailing, or sixty (60) calendar days from the date of the initial mailing, whichever is later, in which to postmark objections or requests for exclusion. Class Members shall not be required to submit claim forms in order to receive their Individual Settlement Amount of the Net Settlement Amount.

If the Notice Packet is returned with a forwarding address, the Settlement Administrator shall re-mail the Notice Packet to the forwarding address. With respect to those Class Members whose Notice Packet is returned to the Settlement Administrator as undeliverable, the Settlement Administrator shall promptly attempt to obtain a valid mailing address by performing a skip trace or mass search on LexisNexis or comparable databases based on set criteria and, if another address is identified, shall mail the Notice Packet to the newly identified address. It is the intent of the parties that reasonable means be used to locate Class Members and that the Settlement Administrator be given discretion to take steps in order to facilitate notice of the Settlement and delivery of the Individual Settlement Payments to all Participating Class Members.

If the Notice Packet is re-mailed, the Settlement Administrator will note for its own records and notify Class Counsel and Defendant's Counsel of the date of each such re-mailing as part of a weekly status report provided to the Parties.

In the event a Class Member's Notice Packet remains undeliverable sixty (60) calendar days after the Notice Packet was initially mailed, the Settlement Administrator will not mail the Class

Member's Individual Settlement Payment. The Settlement Administrator will hold the Class Member's Individual Settlement Payment during the check cashing period on behalf of the Class Member. If at the conclusion of the check cashing period the Class Member's Notice Packet and Individual Settlement Payment remain undeliverable and/or unclaimed and uncashed, the Settlement Administrator will distribute the funds from unclaimed/uncashed checks will be paid to the State Controller Unclaimed Property Fund in the name of the Class Member for whom the funds are designed.

No later than twenty (20) court days prior to the Final Fairness and Approval Hearing, the Settlement Administrator shall provide Defendant's Counsel and Class Counsel with a declaration attesting to completion of the notice process, including any attempts to obtain valid mailing addresses for and re-sending of any returned Notice Packets, Defendant's payroll taxes to be paid outside the settlement, as well as the number of valid requests for exclusion and objections that the Settlement Administrator received.

Section 4.04: Responses to Notice

a. Class Member Disputes

If any Class Member disagrees with Defendant's records as to his or her Qualifying Workweeks during the Class Period as reflected in the Notice Packet, the Class Member shall set forth in writing the Qualifying Workweeks he/she claims to have worked during the Class Period and submit such writing to the Settlement Administrator by the Response Deadline, along with any supporting documentation. The Notice Packet shall contain an Exclusion Form substantially in the form attached hereto as **Exhibit B**. The Notice of Class Action Settlement will also provide a method for the Class Member to challenge the employment data on which his or her Individual Settlement Payment is based. The Settlement Administrator shall contact the Parties regarding the dispute and the Parties will work in good faith to resolve it. If the Parties are unable to resolve the dispute, the Settlement Administrator will be the final arbiter of the Qualifying Workweeks for each Class Member during the Class Period, based on the information provided to it.

b. Requests for Exclusion from Class

In order for any Class Member to validly exclude himself or herself from the Class Settlement portion of this Settlement (*i.e.*, to validly opt out), a written request for exclusion must be signed by

the Class Member or his or her authorized representative, and must be sent to the Settlement Administrator, postmarked no later than the Response Deadline (or fifteen (15) days after the Settlement Administrator re-mails the Notice to the Class Member, whichever is later). The Notice Packet shall contain instructions on how to validly exclude himself or hersel f from the Class Settlement portion or this Settlement (*i.e.*, opt out), including the language to be used in a request for exclusion. The date of the initial mailing of the Notice Packet, and the date the signed request for exclusion was postmarked, shall be conclusively determined according to the records of the Settlement Administrator. Any Class Member who timely and validly requests exclusion from the Class and this Settlement will not be entitled to any Individual Settlement Payment, will not be bound by the terms and conditions of this Agreement, and will not have any right to object, appeal, or comment thereon.

Any Class Member who fails to timely submit a request for exclusion shall automatically be deemed a Class Member whose rights and claims with respect to the issues raised in the Action are determined by the Court's Final Order Approving Settlement of Class Action, and by the other rulings in the Action. Thus, said Class Member's rights to pursue any claims covered by the Action and/or released in this Agreement will be extinguished.

c. Objections to Settlement

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For any Class Member to object to this Agreement, or any term of it, the person making the objection must not submit a request for exclusion (*i.e.*, must not opt out), and should send to the Settlement Administrator, postmarked or faxed no later than the Response Deadline (or fifteen (15) days after the Settlement Administrator re-mails the Notice to the Class Member, whichever is later), a written statement of the grounds of objection, signed by the objecting Class Member or his or her attorney, along with all supporting papers. The date of the initial mailing of the Notice Packet, and the date the signed objection was postmarked, shall be conclusively determined according to the records of the Settlement Administrator. The Settlement Administrator shall send any objections it receives to Defendant's Counsel and Class Counsel within three (3) business days of receipt. Class Members may also appear at the final approval hearing to object. The Court retains final authority with respect to the consideration and admissibility of any Class Member objections. The class members may appear and orally object whether or not they previously mailed in an objection.

d. Encouragement of Class Members

The Parties to this Agreement and the counsel representing such Parties shall not, directly or indirectly, through any person, encourage or solicit any Class Member to exclude him or herself from this Settlement (opt out), or to object to it. However, Class Counsel may respond to inquiries from Class Members.

e. Right of Plaintiff to Adjust Gross Settlement Amount

Defendant represents that there are approximately 5,145 workweeks. In the event the actual total number of workweeks through the Preliminary Approval or December 31, 2022, whichever is sooner, exceeds 5,145 by more than 10% greater than this figure (i.e., if there are 5,656 or more workweeks), the Net Settlement Amount shall be increased on a proportional basis only for those workweeks above 5,656. For example, if there is an increase of workweeks by 11%, making the total 5,711, the increase would be 1% (11% minus the 10% grace amount) to the Gross Settlement Amount.

f. Termination for Lack of Sufficient Participation

If ten percent (10%) or more of the Class Members makes a valid request to be excluded from the Class, Defendant will have the right, but not the obligation, to void the Agreement within thirty (30) days of the Response Deadline. If Defendant exercises that right to void the Agreement, then the Parties will have no further obligations under the Agreement, including any obligation by Defendant to pay the Gross Settlement Amount, or any amounts that otherwise would have been owed under this Agreement, except that Defendant will pay the Settlement Administrator's reasonable fees and expenses incurred as of the date that Defendant exercise the right to void the Agreement.

Section 4.05: Final Fairness and Approval Hearing

On the date set forth in the Order for Preliminary Approval and Notice Packet, a Final Fairness and Approval Hearing shall be held before the Court in order to (1) review this Agreement and determine whether the Court should give it final approval, and (2) consider any objections made and all responses by the Parties to such objections. At the Final Fairness and Approval Hearing, the

Parties shall ask the Court to grant final approval to this Agreement and shall submit to the Court a Proposed Final Order Approving Settlement of Class Action.

Section 4.06: Settlement Payment Procedures

a. Settlement Amount

In exchange for the Released Claims set forth in this Agreement, Defendant agree to pay the Gross Settlement Amount in the amount of Eighty-Four Thousand, Six Hundred Sixty Dollars and Zero Cents (\$84,660.00), subject to a pro rata increase under the condition set forth in Section 4.04(e). The Gross Settlement Amount includes all Individual Settlement Amounts to Participating Class Members, all administration costs, Class Counsel's attorney's fees and costs, and the Enhancement Payments.

Within thirty (30) days after the Court signs the Final Order, Defendant shall transfer the Gross Settlement Amount (and Defendant's share of employer-side payroll taxes if known at that time), as set forth herein, into a QSF established by the Settlement Administrator either directly or by sending the funds to the Settlement Administer to be deposited and distributed. The Settlement Administrator will use these funds to fund payment of the Individual Settlement Payments to Participating Class Members, Class Counsel's attorneys' fees and costs, the Enhancement Awards, and the Settlement Administration Costs. Defendant will transfer Defendant's share of employer-side payroll taxes to the into a QSF established by the Settlement Administrator either directly or by sending the funds to the Settlement Administer to be deposited and distributed within five (5) court days of the Settlement Administrator informing Defendant of the amount of the employer-side payroll taxes

Within ten (10) court days after receiving Defendant's final payment, funding the Gross Settlement Amount in full, the Settlement Administrator will pay the Individual Settlement Payments to Participating Class Members, Class Counsel's attorneys' fees and costs, and the Incentive Awards. Within ten (10) court days after receiving Defendant's payment of employer and employee tax withholdings applicable to the Net Settlement Amount allocated to wages, The Settlement Administrator will remit those withholdings to the applicable government agencies. Prior to this

distribution, the Settlement Administrator will perform a search based on the National Change of Address Database to update and correct for any known or identifiable address changes.

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b. Payment of Attorneys' Fees and Costs

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Class Counsel shall submit an application for an award of attorneys' fees of up to thirty-three percent and one-third percent (33.33%) of the Gross Settlement Amount, which, based on the current Gross Settlement Amount, is Twenty-Eight Thousand, Two Hundred Seventeen Dollars and Zero Cents (\$28,217.00). Class Counsel shall submit an application for an award of costs not to exceed Seven Thousand-Five Hundred Dollars and Zero Cents (\$7,500.00). Such application for attorneys' fees and costs shall be heard by the Court at the Final Fairness and Approval Hearing. Defendant shall not object to or oppose any such application in these amounts. Class Counsel shall serve Defendant with copies of all documents submitted in support of their application for an award of attorneys' fees and costs.

Any attorneys' fees and costs awarded to Class Counsel by the Court shall be paid from the Gross Settlement Amount and shall not constitute payment to any Class Member(s). The attorneys' fees and costs for Class Counsel approved by the Court shall encompass all work performed, costs, and expenses related to the investigation, prosecution, and settlement of the Action incurred through the Date of Finality. To the extent that the Court approves less than the amount of attorney's fees and/or costs that Class Counsel requests, the difference between the requested and awarded amounts will be reallocated to the Net Settlement Amount.

c. Payment of Settlement Administration Costs

The Settlement Administration Costs shall be paid out of the Gross Settlement Amount and shall not constitute payment to any Participating Class Member(s). The amount shall not exceed Six Thousand Seven Hundred Fifty Dollars and Zero Cents (\$6,750.00).

d. Payment of Enhancement Award to Plaintiff

Subject to Court approval, the Plaintiff Shaheed Richardson shall receive an Enhancement Award of up to Five Thousand Dollars and Zero Cents (\$5,000.00) the request for which Defendant will not object to or oppose. The Enhancement Award shall be paid out of the Gross Settlement Amount and shall not constitute payment to any Participating Class Member(s) other than Plaintiff.

To the extent that the Court approves less than the amount of incentive award that Class Counsel request, the difference between the requested and awarded amounts will be reallocated to the Net Settlement Amount.

Because it is the intent of the Parties that the Enhancement Award represents payment to Plaintiff for his service to the Class Members, and not wages, the Settlement Administrator will not withhold any taxes from the Enhancement Award. The Enhancement Award will be reported on a Form 1099, which the Settlement Administrator will provide to Plaintiff and to the pertinent taxing authorities as required by law. Plaintiff understands and agrees that he is responsible for payment of any taxes which are required to be paid to the State of California, the United States Government, or any other entity as a result of the Enhancement Award. Plaintiff acknowledges that no representations regarding the tax consequences of the Enhancement Payment have been made by Defendant or its counsel. Plaintiff agrees that in the event that some federal, state, or local agency takes the position that taxes should have been withheld from the Enhancement Payment, Plaintiff will be solely responsible for payment of any such alleged tax obligations and will indemnify and hold Defendant and/or Released Parties harmless from any resulting tax liability, interest, or penalty associated therewith, including reasonable attorneys' fees for defending any such matter.

e. Payment of Individual Settlement Payments to Participating Class Members

The Parties agree that the Net Settlement Amount shall be used to fund Individual Settlement Payments. The Parties agree that the Net Settlement Amount shall be divided between all Participating Class Members in proportion to the number of individual Qualifying Workweeks for each Class Member. To calculate the minimum amount each Class Member will receive based on their individual Qualifying Workweeks, the Net Settlement Amount will be divided by the total number of Qualifying Workweeks by all Class Members during the Class Period and then allocated on a pro rata basis. Each Class Member's approximate Individual Settlement Payment amount will be included in his or her Notice Packet. After final approval by the Court, the Net Settlement Amount will be dispersed to Participating Class Members (those who did not exclude themselves) on a pro rata basis based on the individual Qualifying Workweeks worked during the Class Period by each Participating Class Member.

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Each Individual Settlement Payment will represent wages and penalties allocated using the following formula: 30% allocated to wages and 70% allocated to penalties and interest. The amounts paid as wages shall be subject to all tax withholdings customarily made from an employee's wages and all other authorized and required withholdings and shall be reported by W-2 forms. The employer-side taxes will be paid separate from and in addition to the Gross Settlement Amount. The amounts paid as penalties and interest shall be subject to all authorized and required withholdings other than the tax withholdings customarily made from employees' wages and shall be reported by IRS 1099 forms.

No later than ten (10) business days after receiving the Gross Settlement Amount from Defendant, the Settlement Administrator shall prepare and mail the checks for the Individual Settlement Payments to Participating Class Members. Individual Settlement Payments paid from the Net Settlement Amount allocated to wages will be reduced by applicable employer and employee tax withholdings, and the Settlement Administrator will issue a Form W-2 for the wage portion of the Individual Settlement Payments. The Settlement Administrator will issue a Form 1099 to the extent required by law for the interest and penalty portions of the Individual Settlement Payments. Participating Class Members shall have 180 days from the date their Individual Settlement Payment checks are dated to cash their Settlement checks. Any checks that are not cashed upon the expiration of that 180-day time period will be void, and the uncashed funds shall be paid to the State Controller Unclaimed Property Fund in the name of the Class Member for whom the funds are designated.

If a check is returned to the Settlement Administrator as undeliverable, the Settlement Administrator shall promptly attempt to obtain a valid mailing address by performing a skip trace or a mass search on LexisNexis or comparable databases based on set criteria and, if another address is identified, the Settlement Administrator shall mail the check to the newly identified address. If the Settlement Administrator is unable to obtain a valid mailing address through this process, the Settlement Administrator will tender the funds from the undeliverable checks to the State Controller Unclaimed Property Fund in the name of the Class Member for whom the funds are designated.

f. Default on Payment.

Defendant's failure to fund the Gross Settlement Amount within thirty (30) days after the date that the Court grants final approval of the Settlement shall be considered a default. In the event Defendant fails to timely fund the Gross Settlement Amount, the Settlement Administrator will provide notice to Class Counsel and Defendant's counsel within three (3) business days of the missed payment. Thereafter, Defendant will have seven (7) days to cure the default and tender payment to the Settlement Administrator. In the event Defendant fail to cure the default within the times set forth herein, Plaintiff may elect to enter judgment against Defendant, on an ex parte basis, for the balance of the unpaid Gross Settlement Amount to date.

g. No Credit Toward Benefit Plans.

The Individual Settlement Payments made to Participating Class Members under this Agreement, as well as any other payments made pursuant to this Agreement, will not be utilized to calculate any additional benefits under any benefit plans to which any Class may be eligible, including, but not limited to: profit-sharing plans, bonus plans, 401(k) plans, stock purchase plans, vacation plans, sick leave plans, PTO plans, and any other benefit plan. Rather, it is the Parties' intention that this Agreement will not affect any rights, contributions, or amounts to which any Class Members may be entitled under any benefit plans.

h. Tax Liability

Defendant makes no representation as to the tax treatment or legal effect of the payments called for hereunder, and Plaintiff, Participating Class Members are not relying on any statement, representation, or calculation by Defendant or by the Settlement Administrator in this regard. Plaintiff, Plaintiff' attorneys, Participating Class Members understand and agree that except for Defendant's payment of the employer's portion of any payroll taxes, they will be solely responsible for the payment of any taxes and penalties assessed on the payments described herein. Defendant's share of any employer-side payroll taxes and other required employer withholdings due on the Individual Settlement Payments, including, but not limited to, Defendant's FICA and FUTA contributions, shall be paid separate and apart from the Gross Settlement Amount.

ARTICLE V

<u>LIMITATIONS ON USE OF THIS SETTLEMENT</u>

Section 5.01: No Admission

Defendant disputes the allegations in the Action and disputes that, but for this Settlement, a Class should not have been certified in the Action. This Agreement is entered into solely for the purpose of settling highly disputed claims. Nothing in this Agreement is intended nor will be construed as an admission of liability or wrongdoing by Defendant.

Section 5.02: Non-Evidentiary Use

Whether or not the Date of Finality occurs, neither this Agreement, nor any of its terms, nor the Settlement itself, will be: (a) construed as, offered, or admitted in evidence as, received as, or deemed to be evidence for any purpose adverse to Defendant or any other of the Released Parties, including but not limited to, evidence of a presumption, concession, indication, or admission by any of the Released Parties of any liability, fault, wrongdoing, omission, concession, or damage, or (b) disclosed, referred to, or offered in evidence against any of the Released Parties in any further proceeding in the Action, except for the purposes of effectuating the Settlement pursuant to this Agreement or for Defendant to establish that a Class Member has resolved any of his or her claims released through this Agreement.

Section 5.03: Nullification

The Parties have agreed to the certification of the Class encompassing all claims alleged in the Action for the sole purpose of effectuating this Agreement. If (a) the Court should for any reason fail to certify this Class for settlement, or (b) the Court should for any reason fail to approve this Settlement, or (c) the Court should for any reason fail to enter the Final Order, or (d) the Final Order is reversed, or declared or rendered void, or (e) the Court should for any reason fail to dispose of the Action in its entirety, then (i) this Agreement shall be considered null and void; (ii) neither this Agreement nor any of the related negotiations or proceedings shall be of any force or effect; (iii) all Parties to this Agreement shall stand in the same position, without prejudice, as if the Agreement had been neither entered into nor filed with the Court; and (iv) the fact that the Parties were willing to stipulate to class certification of all causes of action pled in the Action as part of the Settlement will

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have no bearing on, and will not be admissible in connection with, the issue of whether the Class should be certified by the Court in a non-settlement context in this Action or any other action, and in any of those events, Defendant expressly reserve the right to oppose certification of the Class.

In the event of a timely appeal from the Final Order, the Final Order shall be stayed and the Gross Settlement Amount shall not be distributed pending the completion of the appeal.

Section 5.04: Invalidity of Any Provision

Before declaring any provision of this Agreement invalid, the Court will first attempt to construe the provision as valid to the fullest extent possible consistent with applicable precedents so as to define all provisions of this Agreement valid and enforceable.

ARTICLE VI

RELEASES

Section 6.01: Released Claims by Plaintiff and Class Members

Upon the date of settlement payments, Plaintiff and Participating Class Members who do not opt out of the Settlement, including each of their respective attorneys, agents. spouses, executors, representatives, guardians ad litem, heirs, successors, and assigns, release the Released Parties from, and will be forever barred from pursuing against the Released Parties, any and all claims, demands, rights, liabilities and causes of action alleged in Plaintiff' Operative Complaint, or which could have been alleged in Plaintiff's Operative Complaint based on the factual allegations therein, that arose during the Class Period, including but not limited to any and all claims, liabilities, demands, obligations, penalties, costs, expenses, attorney's fees, damages, action or causes of action of whatever kind or nature, whether known or unknown, contingent or accrued, that are alleged, or that reasonably could have been alleged based on the facts alleged in the Action, including claims for: (a) failure to pay regular and minimum wages; (b) failure to pay overtime wages; (c) failure to provide accurate itemized wage statements; (d) failure to pay final wages upon separation of employment; (e) failure to provide timely, duty-free meal periods and/or pay required meal period premiums; (f) failure to provide compliant rest periods and/or pay rest required period premiums; (g) failure to reimburse necessary expenditures in discharge of duties; (h) failure to maintain required records; (i) failure to pay wages timely during employment;(j) unlawful discount and deduction of entitled

wages; (k) any right or claim for damages, unpaid wages, statutory penalties, or civil penalties arising 1 2 10 11 12 13 14 15 16

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under the California Labor Code or Wage Orders based on the alleged failures set forth above (a)-(j) and which were alleged, or that reasonably could have been alleged based on the facts alleged in the Action; and (k) any right or claim for unfair business practices in violation of California Business & Professions Code Sections 17200, et seq., based on the alleged failures set forth in (a)-(j) and which were alleged, or that reasonably could have been alleged based on the facts alleged in the Action; and (1) any violation of the California Labor Code arising from or related to the conduct alleged in in (a)-(j) and which were alleged, or that reasonably could have been alleged based on the facts alleged in the Action, including violation of California Labor Code Sections 203, 210, 221, 226(a) 1-2, 5, 8, 9, 226.3, 226.7, 510, 512, 515, 558, 1194, 1198, and (m) all claims for unfair business practices under California Business & Professions Code Section 17200 et seq. that could have been premised on the claims, causes of action or legal theories of relief described above in (a)-(j) and which were alleged, or that reasonably could have been alleged based on the facts alleged in the Action; and expressly excluding all other claims, including claims for unemployment insurance, disability, social security, and workers' compensation, and claims outside of the Class Period. The Parties agree that the judgment, and Released Claims provided herein, shall have res judicata effect. This Released Claims will cover all Class Members who do not opt out.

ARTICLE VII

MISCELLANEOUS PROVISIONS

Section 7.01: Amendments or Modification

The terms and provisions of this Agreement may be amended or modified only by an express written agreement that is signed by all the Parties (or their successors-in-interest) and their counsel, and approved by the Court.

Section 7.02: Assignment

None of the rights, commitments, or obligations recognized under this Agreement may be assigned by any Party, Class Member, Class Counsel, Defendant's Counsel without the express written consent of each other Party and their respective counsel. The representations, warranties, covenants, and agreements contained in this Agreement are for the sole benefit of the Parties under

this Agreement and shall not be construed to confer any right or to avail any remedy to any other person.

Section 7.03: Governing Law

This Agreement shall be governed, construed, and interpreted, and the rights of the Parties shall be determined, in accordance with the laws of the State of California, without regard to conflicts of laws.

Section 7.04: No Publicity

The Parties, Defendant's Counsel, and Class Counsel shall not issue any press release, contact the press, respond to any press inquiry or have any communication with the press about the fact, amount or terms of this Settlement. The Parties, Defendant's Counsel, and Class Counsel shall not engage in any advertising or marketing relating to the settlement of this Action in any manner that identifies or that is suggestive of Defendant (i.e., a manager of Defendant's businesses), including but not limited to any postings on any websites maintained by Class Counsel. However, Class Counsel may identify this Settlement in court filings in other matters to demonstrate their adequacy as counsel in connection with the prosecution or settlement of other class actions. Nothing in this section is intended to interfere with Class Counsel's duties and obligations to faithfully discharge their duties as Class Counsel, including but not limited to, communicating with Class Members regarding the Settlement.

Section 7.05: Entire Agreement

This Agreement, including the Exhibits referred to herein, which form an integral part hereof, contains the entire understanding of the Parties with respect to the subject matter contained herein. In case of any conflict between text contained in Articles I through VI of this Agreement and text contained in the Exhibits to this Agreement, the former (*i.e.*, Articles I through VI) shall be controlling, unless the Exhibits are changed by or in response to a Court order. There are no restrictions, promises, representations, warranties, covenants, or undertakings governing the subject matter of this Agreement other than those expressly set forth or referred to herein. This Agreement supersedes all prior agreements and understandings among the Parties with respect to the settlement

of the Action, including correspondence between Class Counsel, Defendant's Counsel and drafts of prior agreements or proposals.

Section 7.06: Waiver of Compliance

Any failure of any Party, Defendant's Counsel, or Class Counsel hereto to comply with any obligation, covenant, agreement, or condition set forth in this Agreement may be expressly waived in writing, to the extent permitted under applicable law, by the Party or Parties and their respective counsel entitled to the benefit of such obligation, covenant, agreement, or condition. A waiver or failure to insist upon strict compliance with any representation, warranty, covenant, agreement, or condition shall not operate as a waiver of, or estoppel with respect to, any subsequent or other failure.

Section 7.07: Counterparts and Fax/PDF Signatures

This Agreement, and any amendments hereto, may be executed in any number of counterparts and any Party and/or their respective counsel may execute any such counterpart, each of which when executed and delivered shall be deemed to be an original. All counterparts taken together shall constitute one instrument. A fax or PDF signature on this Agreement shall be as valid as an original signature.

Section 7.08: Meet and Confer Regarding Disputes

Should any dispute arise among the Parties or their respective counsel regarding the implementation or interpretation of this Agreement, a representative of Class Counsel and a representative of Defendant's Counsel shall meet and confer in an attempt to resolve such disputes prior to submitting such disputes to the Court.

Section 7.09: Agreement Binding on Successors

This Agreement will be binding upon, and inure to the benefit of, the successors in interest of each of the Parties.

Section 7.10: Cooperation in Drafting

The Parties have cooperated in the negotiation and preparation of this Agreement. This Agreement will not be construed against any Party on the basis that the Party, or the Party's counsel, was the drafter or participated in the drafting of this Agreement.

Section 7.11: Fair and Reasonable Settlement The Parties believe that this Agreement reflects a

The Parties believe that this Agreement reflects a fair, reasonable, and adequate settlement of the Action and have arrived at this Agreement through arm's-length negotiation and in the context of adversarial litigation, taking into account all relevant factors, current and potential. The Parties further believe that the Settlement is and is consistent with public policy, and fully complies with applicable law.

Section 7.12: <u>Headings</u>

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The descriptive heading of any section or paragraph of this Agreement is inserted for convenience of reference only and does not constitute a part of this Agreement and shall not be considered in interpreting this Agreement.

Section 7.13: Notice

Except as otherwise expressly provided in the Agreement, all notices, demands, and other communications under this Agreement must be in writing and addressed as follows:

To Plaintiff and the Class:

Armond M. Jackson ajackson@jacksonapc.com Andrea Fernandez-Jackson afernandez@jacksonapc.com Anthony S. Filer Jr. afiler@jacksonapc.com JACKSON APC 2 Venture Plaza, Ste. 240 Irvine, CA 92618 Phone: (949) 281-6857 Fax: (949) 777-6218

And

To Defendant:

D. Chad Anderton canderton@littler.com Jamie Y. Lee jylee@littler.com LITTLER MENDELSON P.C. 18565 Jamboree Road, Suite 800 Irvine, CA 92612 Telephone: (949) 705-3000 Fax: (949) 724-1201

Section 7.14: Enforcement of Settlement and Continuing Court Jurisdiction

To the extent consistent with class action procedure, this Agreement shall be enforceable by the Court pursuant to California Code of Civil Procedure Section 664.6 and California Rule of Court 3.769(h). The Final Order entered by the Court will not adjudicate the merits of the Action or the liability of the Parties resulting from the allegations of the Action. Its sole purpose is to adopt the terms of the Settlement and to retain jurisdiction over its enforcement. To that end, the Court shall retain continuing jurisdiction over this Action and over all Parties, Class Members to the fullest extent to enforce and effectuate the terms and intent of this Agreement. In the event that one or more of the Parties institutes any legal action or other proceeding against any other Party or Parties to enforce the provisions of this Settlement, the successful Party or Parties will be entitled to recover from the unsuccessful Party or Parties reasonable attorneys' fees and costs, including expert witness fees incurred in connection with any enforcement actions.

Section 7.15: Mutual Full Cooperation

The Parties agree fully to cooperate with each other to accomplish the terms of this Agreement, including but not limited to the execution of such documents, and the taking of such other action, as may reasonably be necessary to implement the terms of this Agreement. The Parties to this Agreement shall use their best efforts, to effectuate and implement this Agreement and its terms. In the event the Parties are unable to reach agreement on the form or content of any document needed to implement the Settlement, or on any supplemental provisions that may become necessary to effectuate the terms of the Settlement, the Parties agree to seek the assistance of the Court.

Section 7.16: Authorization to Act

Class Counsel warrants and represents that they are authorized by Plaintiff, and Defendant's Counsel warrants that they are authorized by Defendant, to take all appropriate action required to effectuate the terms of this Agreement, except for signing documents, including but not limited to this Agreement, that are required to be signed by the Parties themselves. Defendant represent and warrant that the individual executing this Agreement on its behalf has the full right, power, and authority to enter into this Agreement and to carry out the transactions contemplated herein.

Section 7.17: No Reliance on Representations

The Parties have made such investigation of the facts and the law pertaining to the matters described herein and to this Agreement as they deem necessary, and have not relied, and do not rely, on any statement, promise, or representation of fact or law, made by any of the other parties, or any of their agents, employees, attorneys, or representatives, with regard to any of their rights or asserted rights, or with regard to the advisability of entering into and executing this Agreement, or with respect to any other matters. No representations, warranties, or inducements, except as expressly set forth herein, have been made to any party concerning this Agreement.

Section 7.18: Voluntary Agreement

The Parties acknowledge that they have entered into this Settlement Agreement voluntarily, on the basis of their own judgment and without coercion, duress, or undue influence of any Party, and not in reliance on any promises, representations, or statements made by the other Parties other than those contained in this Settlement Agreement. Each of the Parties hereto expressly waives any right he/they might ever have to claim that this Settlement Agreement was in any way induced by fraud.

Section 7.19: Waiver of Certain Appeals

The Parties agree to waive appeals and to stipulate to class certification for purposes of this Settlement only; except, however, that either party may appeal any court order that materially alters the Settlement Agreement's terms

Section 7.20: Section 203 Disclaimer

Circular 230 Disclaimer. EACH PARTY TO THIS AGREEMENT (FOR PURPOSES OF THIS SECTION, THE "ACKNOWLEDGING PARTY" AND EACH PARTY TO THIS AGREEMENT OTHER THAN THE ACKNOWLEDGING PARTY, AN "OTHER PARTY") ACKNOWLEDGES AND AGREES THAT: (1) NO PROVISION OF THIS AGREEMENT, AND NO WRITTEN COMMUNICATION OR DISCLOSURE BETWEEN OR AMONG THE PARTIES OR THEIR ATTORNEYS AND OTHER ADVISERS, IS OR WAS INTENDED TO BE, NOR WILL ANY SUCH COMMUNICATION OR DISCLOSURE CONSTITUTE OR BE CONSTRUED OR BE RELIED UPON AS, TAX ADVICE WITHIN THE MEANING OF UNITED

STATES TREASURY DEPARTMENT CIRCULAR 230 (31 CFR PART 10, AS AMENDED); (2) THE ACKNOWLEDGING PARTY (A) HAS RELIED EXCLUSIVELY UPON HIS, HER OR ITS OWN, INDEPENDENT LEGAL AND TAX COUNSEL FOR ADVICE (INCLUDING TAX ADVICE) IN CONNECTION WITH THIS AGREEMENT, (B) HAS NOT ENTERED INTO THIS AGREEMENT BASED UPON THE RECOMMENDATION OF ANY OTHER PARTY OR ANY ATTORNEY OR ADVISOR TO ANY OTHER PARTY, AND (C) IS NOT ENTITLED TO RELY UPON ANY COMMUNICATION OR DISCLOSURE BY ANY ATTORNEY OR ADVISER TO ANY OTHER PARTY TO AVOID ANY TAX PENALTY THAT MAY BE IMPOSED ON THE ACKNOWLEDGING PARTY; AND (3) NO ATTORNEY OR ADVISER TO ANY OTHER PARTY HAS IMPOSED ANY LIMITATION THAT PROTECTS THE CONFIDENTIALITY OF ANY SUCH ATTORNEY'S OR ADVISER'S TAX STRATEGIES (REGARDLESS OF WHETHER SUCH LIMITATION IS LEGALLY BINDING) UPON DISCLOSURE BY THE ACKNOWLEDGING PARTY OF THE TAX TREATMENT OR TAX STRUCTURE OF ANY TRANSACTION, INCLUDING ANY TRANSACTION CONTEMPLATED BY **THIS** AGREEMENT.

Section 7.21: Release of Additional Claims & Rights by Plaintiff.

Upon the Effective Date, and as a condition of receiving any portion of their Class Representative Incentive Payments, the Plaintiff will agree to the additional following General Release: In consideration of Defendant's promises and agreements as set forth herein, Plaintiff hereby releases all claims related to his or her employment or alleged employment with the Defendant including all claims alleged in the Action, and all claims known and unknown, without exception, except as may be prohibited by law. Specifically, Plaintiff waive all rights and benefits afforded by California Civil Code Section 1542, which provides:

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.

Excluded from this release are the claims that Plaintiff has pled in the operative complaint on file in in his individual Action with case no. 30-2022-01254573-CU-WT-CJC, claims for 26 of 28

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2	of claims arising pursuant to California Labor Code Sections 132(a), 206.5, and 4553).		de Sections 132(a), 206.5, and 4553).	
3		EXECUTION 1	BY PAI	RTIES AND COUNSEL
4	T	he Parties and their counsel here	by exec	ute this Agreement.
5	Dated:	03/09/2023	SHA	HEED RICHARDSON
6			D	Shaheed Richardson
7			By:	Shaheed Richardson Named Plaintiff
8	D-4- 1		NEE	DCTATE HOTELC LLC
9	Dated:		INTE	RSTATE HOTELS, LLC
10			By:	(Signature)
11				(Signature)
12				(Printed Name)
13			-	
14				(Title)
15	APPROV	VED AS TO FORM ONLY:		
16	Dated:		JACI	KSON APC
17			By:	
18			Dy.	Armond M. Jackson Andrea M. Fernandez-Jackson
19				Anthony S. Filer Jr.
20				orneys for Plaintiff Shaheed Richardson, n individual and on behalf of other
21				larly situated employees
22	Dated:		I ITT	LER MENDELSON P.C
23	Daicu.		LIII	LER MENDELSON I.C
24			By:	D. Chad Anderton
25				Jamie Y. Lee
26			Attori	neys for Defendant Interstate Hotels, LLC
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1	unemploy	yment insurance, disability, soci	ial security, and workers' compensation (with the exception
2	of claims arising pursuant to California Labor Code Sections 132(a), 206.5, and 4553).		
3		EXECUTION	BY PARTIES AND COUNSEL
4	T.	he Parties and their counsel here	reby execute this Agreement.
5	Dated:	03/09/2023	SHAHEED RICHARDSON
6			Shaheed Richardson
7			By: Shaheed Richardson Named Plaintiff
8	Dated:		INTERSTATE HOTELS, LLC
9	Dated.		INTERSTATE HOTELS, ELC
10			By:(Signature)
11			(Signature)
12			(Printed Name)
13			(Title)
14			(Title)
15	APPRO	VED AS TO FORM ONLY:	
16	Dated:	3/15/2023	JACKSON APC
17			By: And Ca
18			Armond M. Jackson Andrea M. Fernandez-Jackson
19			Anthony S. Filer Jr.
20			Attorneys for Plaintiff Shaheed Richardson, as an individual and on behalf of other
21			similarly situated employees
2223	Dated:		LITTLER MENDELSON P.C
2425			By: D. Chad Anderton
26			Jamie Y. Lee
40	II .		Attorneys for Defendant Interstate Hotels, LLC
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1	unemployment insurance, disability	y, social security, and workers' compensation (with the exception
2	of claims arising pursuant to Califo	ornia Labor Code Sections 132(a), 206.5, and 4553).
3	II .	TION BY PARTIES AND COUNSEL
4		el hereby execute this Agreement.
5	Dated:	SHAHEED RICHARDSON
6		THE METALOSON
7		By:
8		Named Plaintiff
9	Dated: March 13, 2023	INTERSUATE HOTELS, LLC
10		D
11		By: (Signature)
12		Mark Chloupek
13	·	President and Secretary (Title)
14		(Title)
15	APPROVED AS TO FORM ONL	v.
16	Dated:	JACKSON APC
17		JACKSON AFC
18	•	By:
19		Armond M. Jackson Andrea M. Fernandez-Jackson
20		Anthony S. Filer Jr.
21		Attorneys for Plaintiff Shaheed Richardson, as an individual and on behalf of other
22		similarly situated employees
23	Dated: March 13, 2023	LITTLER MENDELSON P.C
24		Pu Andr
25		By: D. Chad Anderton
26		Jame Y. Lee
27		Attorneys for Defendant Interstate Hotels, LLC
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EXHIBIT B

NOTICE OF PROPOSED CLASS ACTION SETTLEMENT

SUPERIOR COURT OF CALIFORNIA FOR THE COUNTY OF LOS ANGELES

RICHARDSON V. INTERSTATE HOTELS, LLC LOS ANGELES COUNTY COURT CASE NO. 22STCV04750

A court authorized this notice. This is not a solicitation from a lawyer.

ATTENTION: IF YOU HAVE BEEN EMPLOYED BY INTERSTATE HOTELS, LLC AS A NON-EXEMPT EMPLOYEE IN CALIFORNIA DURING THE PERIOD BEGINNING FEBRUARY 7, 2018 AND ENDING ON DECEMBER 31, 2022, YOU ARE ENTITLED TO A SHARE OF A PROPOSED CLASS ACTION SETTLEMENT.

TO UNDERSTAND YOUR RIGHTS, PLEASE READ THIS NOTICE CAREFULLY.

A proposed class action settlement ("the Settlement") has been reached between Plaintiff Shaheed Richardson ("Plaintiff"), on behalf of himself and the below-defined Class Members, and Defendants Interstate Hotels, LLC. ("Defendants").

The Settlement resolves the above class action lawsuit (the "Action") about claims related to allegations that Defendants: (1) failed to pay minimum wages; (2) failed to pay overtime wages; (3) failed to pay timely wages; (4) unlawfully received wages; (5) failed to provide required meal breaks; (6) failed to provide required rest breaks; (7) failed to furnish accurate itemized wage statements; (8) failed to pay all wages upon termination; and (6) engaged in unfair business practices. Defendants deny and continue to deny all of Plaintiff's claims, and maintain that they have complied with all applicable laws and regulations. Defendants have entered into the Settlement solely for purposes of resolving this dispute.

The Settlement provides for Individual Settlement Payments based on the number of workweeks you performed work for Defendants in California as a non-exempt employee during the period from February 7, 2018 to December 31, 2022.

OVERVIEW OF YOUR LEGAL RIGHTS AND OPTIONS UNDER THE SETTLEMENT		
DO NOTHING	You will automatically receive an Individual Settlement Payment in exchange for which, whether or not you cash or deposit the payment, you will be bound by all terms of the Settlement and any Final Judgment entered in the Action if the Settlement receives final approval by the Court, and you will give up your rights to be part of any other lawsuit against Defendant and/or the Released Parties involving the same or similar legal claims as the ones in the Action for the period beginning on February 7, 2018 to December 31, 2022. You will be mailed a settlement check at the address where this Notice was mailed (unless you timely provide a forwarding address to the Settlement Administrator).	

EXCLUDE YOURSELF	The only way for you to be part of any other lawsuit against Defendants and/or the Released Parties involving the same or similar legal claims as the ones in the Action for the period beginning on February 7, 2018 to December 31, 2022 is to submit a valid Exclusion Form to the Settlement Administrator postmarked no later than [+60 days from date of mailing]. If you submit an Exclusion Form, you will not receive an Individual Settlement Payment.	
OBJECT	If you wish to object to the Settlement, you must submit a written Objection, consisting of a concise statement of the reasons for the objection, to the Settlement Administrator that is postmarked or fax stamped no later than [+60 days from date of mailing]. This option is available only if you do not exclude yourself. Class members may also appear at the final approval hearing to object, this hearing will take place on [Final Approval Hearing Date and location].	

These rights and options, and how to exercise them, are explained in more detail in this notice.

The Court handling this case has determined only that there is sufficient evidence to suggest that the proposed Settlement might be fair, adequate, and reasonable, and the Court still has to make a final determination of those issues at the Final Approval Hearing. Settlement payments will only be issued if the Court grants final approval of the Settlement.

Additional information regarding the Settlement is available through the Settlement Administrator or Class Counsel, whose contact information is provided in this notice.

BASIC INFORMATION

1. Why did I get this notice?

On [insert preliminary approval date], the Superior Court of California, County of Orange ("the Court") preliminarily approved a class action settlement of the Action on behalf of all persons who were employed by Defendants in California as non-exempt employees ("Class Members") during the period beginning on February 7, 2018 to December 31, 2022 (the "Class Period"). According to Defendants' records, you are a Class Member. This notice explains the Action, the Settlement, and your legal rights.

The Action is pending as case captioned *Richardson v. Interstate Hotels, LLC* and is pending in the Superior Court of California for the County of Los Angeles (the "Action"). Shaheed Richardson is the Plaintiff, and the company he sued, Interstate Hotels, LLC, is the Defendant.

2. What is the Action about?

The Action generally involves claims under California's wage and hour laws. Plaintiff is a former non-exempt employee of Defendant. He alleges that Defendant failed to pay all minimum and overtime wages, did not provide proper meal or rest breaks, failed to timely pay

wages, failed to pay all wages at termination, failed to provide compliant wage statements,, and violated California's Business and Professions Code. As a result, Plaintiff alleges that he and the Class Members are entitled to recover unpaid minimum wages and overtime wages, meal and rest period premiums, wage statements, failure to pay upon termination, interest, and statutory penalties. Defendant denies that they engaged in any wrongful conduct or violated the law in any way, and believe Plaintiff and the Class Members were properly and timely compensated and provided proper wages, meal and rest breaks prop wages statements and payments. However, both Plaintiff and Defendant believe the Settlement is fair, adequate, and reasonable, and that it is in the best interest of the Class Members.

3. Why is this lawsuit a class action?

In a class action, one or more people called "Plaintiff(s)" (in this case, Shaheed Richardson) sue on behalf of people who have similar alleged claims. All of these people are a "class" or "class members." The Court resolves the issues for all class members, except for those who exclude themselves from the class. On [insert date], the Honorable Stuart M. Rice issued an order conditionally certifying the Settlement Class for purposes of settlement only.

4. Who is in the Settlement Class?

"Class Members" or "Class" means All 49 current and former non-exempt security guard workers at Defendant's facilities during the relevant class period from February 7, 2018 through December 31, 2022.

5. Why is there a settlement?

After conducting substantial investigation, including review of Defendant's policies, timekeeping records, and payroll records, both sides agreed to the Settlement to avoid the cost and risk of further litigation. The Settlement does not mean that any laws were broken. Defendant denies all of the claims asserted in the Action and denies that they have violated any laws. Plaintiff and his lawyers think the Settlement is in the best interests of all Class Members.

THE SETTLEMENT BENEFITS—WHAT YOU GET

6. What does the settlement provide?

Under the terms of the Settlement, Defendant agrees to pay a Maximum Settlement Amount of Eighty-Four Thousand Six Hundred Sixty Dollars and Zero Cents (\$84,660.00). Deducted from this Maximum Settlement Amount will be sums approved by the Court for attorneys' fees (not to exceed \$28,217.00), or 33.33% of the Maximum Settlement Amount, attorneys' litigation costs (not to exceed \$7,500.00), a Class Representative Service Award to Plaintiff Shaheed Richardson in the amount of (\$5,000) for their services, and the fees and expenses of the Settlement Administrator, Phoenix (estimated not to exceed \$6,750.00), which will result in a maximum amount payable by Defendant for distribution to Class Members who do not opt out (the "Net Settlement Amount"). Defendant's share of payroll taxes will be paid separately from and in addition to the Maximum Settlement Amount. No portion of the Maximum Settlement

Amount shall revert to Defendant.

The Net Settlement Amount will be distributed to Class Members who do not opt out of the Settlement ("Participating Class Members") on a *pro rata* basis, based on the number of workweeks that each Participating Class Member performed work for Defendant as a non-exempt employee in California during the Class Period ("Qualified Workweeks"). To determine a Participating Class Member's estimated settlement payment ("Individual Settlement Payment"), the Net Settlement Amount will be divided by the total number of Qualified Workweeks worked by all Participating Class Members during the Class Period, multiplied by the number of Qualified Workweeks worked by that Participating Class Member, according to the following formula:

[Net Settlement Amount - Total Qualified Pay Periods for all Participating Class Members] x Participating Class Member's Individual Qualified Pay Periods = estimated Individual Settlement Payment

Class Members' Individual Settlement Payments will be reduced by any required legal deductions. No benefit, including but not limited to pension benefits and/or 401(k), shall increase or accrue as a result of any payment made as a result of this Settlement.

The Parties recognize that the Class Members' Individual Settlement Payments are for wages, interest, and penalties. The Parties agree that 30% of the Individual Settlement Payments shall be reported as wages subject to all applicable tax withholdings on IRS Form W-2 and its state and local equivalents, 70% shall be reported as non-wage interest and penalties not subject to payroll tax withholdings on IRS Form 1099.

The Parties are neither providing tax nor legal advice, nor making representations regarding tax obligations or consequences, if any, related to any settlement amounts to be paid to the Participating Class Members. Each Participating Class Member will assume any tax obligations or consequences that may arise from any settlement amount paid to him or her and should consult with a tax expert if he or she has any questions. Each Participating Class Member's pro rata distribution amount prior to legal deductions will be reduced by the amount of any required payroll-related deductions.

7. What is my approximate Individual Settlement Payment?

According to payroll records maintained by Defendant, the total number of weeks you worked in California for Defendant as a non-exempt employee during the Class Period is.

Based on information provided above, anticipated court-approved deductions, and preliminary calculations Qualified Workweeks, it is estimated your share of the settlement will be \$______, less applicable taxes and withholdings.

You do not need to do anything further to receive your Individual Settlement Payment, other than to ensure that the Settlement Administrator has an accurate mailing address for you. It is

important that you contact and inform the Settlement Administrator listed in Section 11, below, of any changes to your mailing address for timely payment.

8. What am I giving up in exchange for the settlement benefits?

In exchange for the consideration provided, and upon the Settlement Administrator's receipt of the total Maximum Settlement Amount from Defendant, Plaintiff and each Participating Class Member who does not submit a valid Exclusion Form (defined in response to Question 11 below) will release all claims for civil penalties that could have been sought by the Labor Commissioner and all claims alleged in the Complaint, including but not limited to (1) failure to pay minimum wages; (2) failure to pay overtime wages; (3) failure to pay timely wages; (4) unlawfully received wages; (5) failure to provide meal periods; (6) failure to permit rest breaks (7) failure to provide accurate itemized wage statements (6) failure to pay all wages due upon separation of employment (7) violation of California Business and Professions Code §§17200, et seq., based on the preceding claims against Defendants (the "Released Parties").

HOW TO GET A SETTLEMENT PAYMENT

9. How do I get a settlement payment?

You will automatically receive an Individual Settlement Payment in exchange for which, whether or not you cash or deposit the payment, you will be bound by all terms of the Settlement and any Final Judgment entered in the Action if the Settlement receives final approval by the Court, and you will give up your rights to be part of any other lawsuit against Defendant and/or the Released Parties involving the same or similar legal claims as the ones in the Action arising during the Class Period. You will be mailed a settlement check at the address where this notice was mailed (unless you timely provide a forwarding address to the Settlement Administrator).

10. When will I get my check?

Checks will be mailed to Participating Class Members eligible to receive benefits under the Settlement after the Court grants "final approval" of the Settlement. If the judge approves the settlement after a hearing on **[insert date]** (see "The Court's Final Approval Hearing" below), there may be appeals. If there are any appeals, resolving them could take some time, so please be patient.

If the Court approves the settlement and if you do not opt out, your individual payment is expected to be distributed after Defendant make payment to the Settlement Administrator. Defendant has within 30 days after the Court signs the Final order to make the full payment to the Settlement Administrator.

Please also be advised that you will only have 180 days from the date that the check is issued to cash it. If you do not cash your check within 180 days of the date of its mailing, your check shall be voided, and your share of the settlement proceeds will be distributed by the Settlement Administrator to the California State Controller's Office Unclaimed Property Fund in your name.

EXCLUDING YOURSELF FROM THE SETTLEMENT

11. How do I ask the Court to exclude me from the Settlement Class?

If you do not wish to participate in the Settlement, you must complete and send a timely Exclusion Form. The Exclusion Form must be completed, signed, dated and may be faxed or mailed by First Class U.S. Mail, or the equivalent, postmarked no later than [+60 days from date of mailing] to:

INSERT SETTLEMENT ADMIN INFO

Exclusion Forms that do not include all required information and/or that are not timely submitted will be deemed null, void, and ineffective, unless otherwise ordered by the Court. If you do not submit a valid and timely Exclusion Form on or before [+60 days from date of mailing], you will be bound by all terms of the Settlement and any Final Judgment entered in the Action if the Settlement is approved by the Court.

12. If I exclude myself, can I get anything from the settlement?

If you exclude yourself now you will not get anything from the Settlement. If you ask to be excluded, you will not get an Individual Settlement Payment and you will not be bound by the Settlement.

13. If I don't exclude myself, can I sue later?

No. Unless you exclude yourself, you give up the right to sue Defendant for the Released Claims arising during the Class Period. You must exclude yourself from the Settlement Class to start or continue your own lawsuit.

THE LAWYERS REPRESENTING YOU

14. Do I have a lawyer in this case?

The Court has appointed the following lawyers to serve as Class Counsel for the Class Members:

JACKSON APC Armond M. Jackson Andrea M. Fernandez-Jackson Anthony S. Filer, Jr. 2 Venture Plaza, Suite 240 Irvine, CA 92618 Phone: (949) 281, 6857

Phone: (949) 281-6857 Fax: (949) 777-6218

15. How will the costs of the lawsuit and the settlement be paid?

Subject to court approval, Class Counsel has requested one-third (33 1/3%) of the sum of the Maximum Settlement Amount in attorneys' fees (currently equal to \$28,217.00) plus actual litigation costs and expenses (not to exceed \$7,500.00). The Court may award less than these

amounts. If lesser amounts are awarded, the difference will be returned to the Net Settlement Amount.

In addition, and subject to Court approval, Defendant also agrees to pay, as part of the Maximum Settlement Amount, up to Five Thousand Dollars (\$5,000.00) to Plaintiff Shaheed Richardson as Enhancement Awards for his participation in the Action and for taking on the risk of litigation. Defendant also agrees to pay, as part of the Maximum Settlement Amount, the Settlement Administrator's costs and fees associated with administering the Settlement, estimated not to exceed Six Thousand Seven Hundred Fifty Dollars and Zero Cents (\$6,759.00). The Court may award less than these amounts. If lesser amounts are awarded, the difference will be included in the Net Settlement Amount and will be available for distribution to Participating Class Members.

OBJECTING TO THE SETTLEMENT

16. How do I object to the Settlement?

If you do not submit an Exclusion Form, you may object to the proposed Settlement, or any portion thereof, by completing a written objection ("Objection Form"). The Objection Form must be signed and mailed by regular U.S. Mail, postmarked no later than [+60 days from date of mailing], to the Settlement Administrator at the following address:

Phoenix Settlement Administrators [insert info]

The Objection Form must (1) state your full name; (2) be signed by you; (3) state the grounds for the objection; and (4) must be postmarked by [+60 days from date of mailing] and returned to the Settlement Administrator at the specified address above. If you wish to appear at the Court's Final Approval Hearing (see response to Question 17 below) and orally present your objection to the Court, you may do so whether or not you submitted an Objection Form to the Settlement Administrator. Any Class Member who submits an Objection Form or appears at the Final Approval Hearing to submit a verbal objection remains eligible to receive monetary compensation from the Settlement. A Class Member who submits an Exclusion Form may not object to the proposed Settlement.

17. What's the difference between objecting and asking to be excluded?

Objecting is simply telling the Court you do not like something about the Settlement. Excluding yourself is telling the Court that you do not want to be part of the Settlement Class.

THE COURT'S FINAL APPROVAL HEARING

The Court will hold a hearing to decide whether to approve the Settlement. You may attend the hearing and you may ask to speak, but you don't have to.

18. When and where will the Court decide whether to approve the settlement?

The Court will hold a Final Approval Hearing on [insert time/date] in Department 1 of the Los Angeles County Superior Court Spring Street Courthouse, located at 312 North Spring Street, Los Angeles, California 90012. At this hearing, the Court will consider whether the Settlement is fair, reasonable, and adequate. If there are objections, the Court will consider them. The Court will also decide how much to pay Class Counsel. After the hearing, the Court will decide whether to approve the Settlement. We do not know how long these decisions will take.

19. Do I have to come to the hearing?

No. Class Counsel will answer any questions the judge may have. But you are welcome to come. If you submit an Objection Form to the Settlement Administrator, you do not have to come to Court to talk about it. You may also pay another lawyer to attend, but it is not required. Class Counsel will not represent you in connection with any objection. You may appear by audio or video at the final approval hearing. Please visit the Court's website for further instructions: https://www.lacourt.org/CivilCalendar/ui/mainpanel.aspx?CaseType=general

20. May I speak at the hearing?

If you wish to appear at the Final Approval Hearing and orally present your objection to the Court, you may do so regardless of whether or not you submitted an Objection Form. Please adhere to the latest COVID-19 courthouse protocol.

IF YOU DO NOTHING

21. What happens if I do nothing at all?

If you do nothing, you will automatically receive an Individual Settlement Payment as described above and you will be bound by the release of Released Claims against the Released Parties.

GETTING MORE INFORMATION

22. How do I get more information?

This notice summarizes the Settlement. More details are in the Stipulation of Class Action Settlement, which is attached as Exhibit X to the Declaration of Armond M. Jackson in Support of Plaintiff Shaheed Richardson's Motion for Preliminary Approval of Class Action Settlement, filed on [INSERT DATE]. The case is assigned to Department 1 of the Los Angeles County Superior Court, located at 312 North Spring Street, Los Angeles, California 90012. The case file may be viewed online at www.lacourt.org/casesummary/ui/index.aspx?casetype=civil by entering the case no. 22STCV04750 selecting "SEARCH"

You may also contact Class Counsel or the Settlement Administrator for more information.

Phoenix Settlement Administrators

[insert info]

Please do not contact the Court for more information about the Settlement.

EXHIBIT C

REQUEST FOR EXCLUSION FROM CLASS ACTION SETTLEMENT

RICHARDSON V. INTERSTATE HOTELS, LLC LOS ANGELES COUNTY COURT CASE NO. 22STCV04750

IF YOU WANT TO BE <u>INCLUDED IN THIS CLASS ACTION SETTLEMENT</u> AND BE ELIGIBLE TO RECEIVE YOUR PORTION OF THE SETTLEMENT AMOUNT, DO <u>NOT FILL</u> OUT THIS FORM.

IF YOU <u>DO NOT WANT TO BE INCLUDED</u> IN THE SETTLEMENT, YOU MUST SIGN THIS DOCUMENT AND MAIL IT TO THE ADDRESS BELOW, POSTMARKED NO LATER THAN ______.

RICHARDSON V. INTERSTATE HOTELS, LLC ADMINISTRATOR

(Administrator's Address) (Administrator's Telephone Number) (Administrator's Facsimile Number

I declare as follows:

I have received notice of the proposed class action settlement in this action and wish to be excluded from
the class and not to participate in the proposed class action settlement. I understand this means that I will not be
bound by the settlement and also will not receive any settlement payments.

Dated:, 2023.	
	(Signature)
	(Typed or Printed Name)
	(Address)
	(City, State, Zip Code)
	(Telephone Number, Including Area Code)
	(Last four digits of Social Security Number)

EXHIBIT D

RICHARDSON V. INTERSTATE HOTELS, LLC LOS ANGELES COUNTY COURT CASE NO. 22STCV04750

OBJECTION FORM

IF YOU WANT TO PARTICIPATE I	N THE SETTLEMENT, BUT YOU OBJECT TO THE
·	YOU MUST SIGN AND COMPLETE THIS FORM
ACCURATELY AND IN ITS ENTIRE	TY, AND YOU MUST SUBMIT THIS FORM BY FIRST
	SETTLEMENT ADMINISTRATOR AT THE ADDRESS
	AT IT IS POSTMARKED OR FAX STAMPED ON OR
BEFORE	
valid written statement of objection. All provide all of the information below, ye submit an objection, you will be bound	at the Final Approval Hearing if you submit a timely and of the information on this form is required. If you do not our objection will be deemed null and void. Even if you do by the terms of the Settlement, including the release of the Settlement. You cannot object to the the Settlement.
	rdson. v. Interstate Hotels, LLC Settlement on the following
(Attach additional pages if need.)	
(Signature)	(Date)
(Print Name)	(Address)
(Telephone Number)	(City / State / Zip Code)
All Objection Forms must be postmar or fax your fully completed and signed C	<u> </u>

Phoenix Settlement Administrators

Re: Richardson. v. Interstate Hotels, LLC

[Address]

[City, State, Zip]

[Telephone Number; Fax Number]