1	Christopher J. Hamner, Esq. (SBN 197117)	
2	HAMNER LAW OFFICES, APLC	
3	26565 West Agoura Road, Suite 200 Calabasas, California 91302	
4	Telephone: (888) 416-6654 chamner@hamnerlaw.com	
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6	SUPERIOR COU	RT OF CALIFORNIA
7	LOS ANGI	ELES COUNTY
8	MARIA HERNANDEZ, and the proposed	Case No.: 21STCV33842
9	class	SECOND AMENDED IOINT
10	Plaintiff	SECOND AMENDED JOINT STIPULATION OF CLASS ACTION AND PAGA SETTLEMENT
11	V.	AGA SETTEMENT
12	<b>v.</b>	
13	RMP SAFETY SERVICES, INC., a California corporation; INSPIRE	
14	DIAGNOSTICS, LLC, a Florida corporation; and DOES 1-5	
15	Defendants	
16		1
17	IOINT STIBILL ATION OF (	CLASS ACTION SETTLEMENT
18	JOINT STIPULATION OF C	CLASS ACTION SETTLEMENT
19	This Joint Stipulation of Class Action So	ettlement ("Agreement" or "Settlement

This Joint Stipulation of Class Action Settlement ("Agreement" or "Settlement Agreement") is entered into by MARIA HERNANDEZ ("Plaintiff"), individually and on behalf of other similarly situated employees, and RMP SAFETY SERVICES, INC. and INSPIRE DIAGNOSTICS, LLC ("Defendants") (collectively the "Parties"), and is subject to the terms and conditions below, and to the Court's approval. The Parties expressly acknowledge this Agreement is entered into solely for the purpose of compromising significantly disputed claims and that nothing in this Settlement Agreement is an admission of liability or wrongdoing by Defendants. If for any reason the Settlement Agreement is not

approved, it will have no effect, and the Parties will return to their positions immediately before it was entered.

## **DEFINITIONS**

The following definitions apply to this Settlement Agreement. Additional definitions contained in the Agreement will also be effective:

- 1. "Action" means the civil action pending in the Superior Court of California, County of Los Angeles, titled Maria Hernandez v. RMP Safety Services, Inc. et al, Case No. 21STCV33842.
  - 2. "Class Counsel" means Hamner Law Offices, APLC.
- 3. "Class Counsel Fees and Costs" means attorneys' fees, costs, and expenses approved by the Court for Class Counsel's litigation and resolution of the Action, and all costs incurred and to be incurred by Class Counsel's counsel in the Action, including, but not limited to, costs to document the Settlement, provide required notices, secure Court approval of the Settlement, administer the Settlement, obtain entry of the Judgment terminating the Action. Any portion of Class Counsel Fees and Costs not awarded will remain in the Net Settlement Amount.
- 4. "Class List" means a complete list of all Class Members that Defendants will diligently and in good faith compile from their records and provide to the Settlement Administrator within 7 business days after the Court's entry of an order granting preliminary approval of this Settlement. The Class List will be formatted in Microsoft Office Excel and include: each Class Member's full name; most recent mailing address and telephone number; email address, if available; Social Security number; Individual Workweeks employed during the Class Period; and any other information needed to calculate settlement payments. Class Members' personal information shall be kept confidential by the Settlement Administrator and

Plaintiff's attorneys and shall be used only to implement the terms of the Settlement, including providing notice of the Settlement to the Class, and filing IRS and state tax forms for Participating Class Members' Individual Settlement Award payments.

- 5. "Class Member(s)" or "Settlement Class" means All persons who worked for at a Covid-19 testing location for Defendants and were classified by Defendants as an "independent contractor" in between January 1, 2020 and December 31, 2021.
  - 6. "Class Period" means between January 1, 2020 and December 31, 2021.
- 7. "Class Representative Service Award" means the amount to be paid from the Maximum Settlement Amount to the Plaintiff in exchange for signing a general release and in recognition of her effort in prosecuting the Action on behalf of Class Members. Any portion of the Class Representative Service Award not awarded will remain with the Net Settlement Amount.
- 8. "Court" means the Superior Court for the State of California, County of Los Angeles, or any other court taking jurisdiction of the Action.
- 9. "Effective Date" means the date when the Final Approval Order becomes final. For purposes of this Paragraph, the Final Approval Order "becomes final" upon the last to occur of the following: (a) if there are no objections, the date the Court enters an order granting final approval of the Settlement; (b) if there are objections to the Settlement, and if an appeal, review, or writ is not sought from the Final Approval Order, the day after the time period to appeal the Settlement has expired; or, (c) the final resolution of any appeal.
- 10. "Individual Settlement Payment" means each Participating Class Member's share of the Net Settlement Amount.
  - 11. "Maximum Settlement Amount" or "MSA" means seven hundred forty-five thousand

dollars \$745,000 to be paid by Defendants in full satisfaction of all claims arising from the Action. Defendant will not pay more than the MSA in settlement of the Action, except for the employer's share of payroll taxes on that amount of the Settlement allocated as wages. The Parties agree that Defendant RMP Safety Services shall contribute a total of \$55,000 to the MSA; and Defendant Inspire Diagnostics shall contribute a total of \$690,000 to the MSA.

- 12. "Net Settlement Amount" of "NSA" means the amount available for distribution after deductions from the MSA for the Class Representative Service Award, Class Counsel's attorneys' fees and expenses, PAGA Payment, and Settlement Administrator's fees and expenses. The entire NSA will be distributed to Participating Class Members. The NSA is \$420,167.
- 13. "Notice of Objection" means a Class Member's valid and timely written objection to the Settlement Agreement. A valid must include: (i) the objector's full name, signature, address, and telephone number and (ii) a written statement of all grounds for the objection.

  Any member of the Settlement Class who does not file a timely written objection to the Settlement or Class Counsel's motion for attorneys' fees and costs and provide notice of intent to appear at the Final Approval hearing will have waived the right to make written objections.
- 14. "Notice Packet" means the Notice of Class Action Settlement, Change of Address form, and pre-printed return envelope.
- 15. "PAGA Payment" means \$45,000 be paid from the Gross Settlement Amount as PAGA penalty, of which 75% shall go to the LWDA, and 25% shall go to the employees.
  - 16. "Participating Class Members" means all Class Members who do not submit a valid Request for Exclusion.
  - 17. "Preliminary Approval" means the Court order granting preliminary approval of the Settlement Agreement.

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18. "Released Class Claims" means on the date the settlement is fully funded by Defendants, and except as to such rights or claims as may be created by the Settlement, Plaintiff and all Participating Class Members will release and all claims, debts, liabilities, demands, actions, or causes of action of every nature and description that were alleged in the operative complaint relating to the alleged failure of any of the Released Parties arising out of or relating to work performed during the Class Period, including claims based on California Labor Code sections 201, 202, 203, 226, 226.7, 510, 512, 1194, 1194.2, 1197, California Code of Regulations, Title 8 Section 11000 et seq., the applicable Industrial Welfare Commission (IWC) Wage Orders, including 7-2001, Business & Professions Code section 17200-17208 or any related damages, penalties, restitution, disgorgement, interest or attorneys' fees, and, any and all claims for injunctive relief, restitution, breach of contract or company policy, fraudulent business practices brought pursuant to the California Business & Professions Code and related to the above alleged Labor Code violations asserted in the operative First Amended Complaint; and any and all claims or causes of action for penalties, interest and/or attorneys' fees and costs related to the above alleged Labor Code violations asserted in the operative Complaint. All Class Members who do not timely submit a valid Request for Exclusion will be deemed to have fully, finally and forever released, settled, compromised, relinquished and discharged all of the Released Parties of and from all Released Claims accruing during the Class Period. On the Effective Date, all Class Members who do not timely submit a valid Request for Exclusion will be forever barre from prosecuting all Released Claims against the Released Parties.

19. "Released PAGA Claims" means on the date the settlement is fully funded by Defendants, all Class Members are deemed to release, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators,

successors, and assigns, the Released Parties from all claims for PAGA penalties that were alleged, or reasonably could have been alleged based on the facts and claims stated in the operative First Amended Complaint or Plaintiff's PAGA complaint letters sent to the LWDA on August 16, 2021, for a PAGA period of January 1, 2020 to December 31, 2021.

- 20. "Released Parties" means Defendants and each of their former and present parents, subsidiaries and affiliated companies, and their current, former and future officers, directors, members, managers, employees, consultants, partners, parents, affiliates, subsidiaries, shareholders, attorneys, insurers, representatives, joint venturers, agents, predecessors, successors, assigns, legal representatives, and all persons or entities acting by, through, or in concert with any of them.
- 21. "Request for Exclusion" means a timely letter submitted by a Class Member requesting exclusion from the Settlement which must: (a) include the Class Member's name, address, telephone number, and last four digits of the Social Security Number; (b) be signed by the Class Member; (c) returned by mail to the Settlement Administrator at the address in the Notice Packet; (d) clearly state the Class Member wishes to be excluded from the Settlement; and, (e) be postmarked on or before the Response Deadline.
- 22. "Response Deadline," for requesting exclusion from, or objecting to, the Settlement means 60 calendar days from the Settlement Administrator's initial mailing of the Notice Packet, extended to the next day the U.S. Postal Service is open if the 60th day falls on a Sunday or Federal holiday. The Response Deadline will be extended 15 calendar days for any Class Member who is re-mailed a Notice Packet by the Settlement Administrator in accordance with the notice procedure described in this Settlement Agreement, extended to the next day the U.S. Postal Service is open if the 15th day falls on a Sunday or Federal holiday. The Response Deadline may also be extended by agreement between Class Counsel and

Defendant.

- 23. "Settlement Administration Expenses" means costs payable to the Settlement Administrator for administering the Settlement, including, but not limited to, establishing a post office box and toll free telephone number for Class Member communications; printing, posting, distributing, and tracking documents; searches to locate Class Members; calculating and distributing Individual Settlement Payments, Class Representative Service Award Payment, Class Counsel Fees and Costs, and PAGA Payment; tax reporting, including issuing IRS 1099 and W-2 forms; preparing reports and declarations; establishing and administering a qualified settlement fund account; and certifying completion of the Settlement Administration ordered by the Court, and other responsibilities set forth in this Settlement Agreement and requested by the Parties.
- 24. "Settlement Administrator" means Phoenix Class Action Solutions or other thirdparty class action settlement administrator agreed to by the Parties and approved by the Court to administer this Settlement. The Parties have no financial or other interest in the Settlement Administrator that could create a conflict of interest.

# TERMS OF THE AGREEMENT

Plaintiff, on behalf of herself and the Settlement Class, and Defendants agree as follows:

- 25. <u>Impact of Court Not Entering Final Approval Order</u>. If the Court does not enter a Final Approval Order, and this Agreement does not become effective, on the date Final Approval is denied, the status of the Action will be deemed to return to its status at the time immediately before filing the Notice of Settlement, as if the Parties had never executed this Settlement Agreement.
- 26. <u>Funding the Maximum Settlement Amount</u>. Within 5 days of entry of the Order granting Final Approval, Defendants will each deposit their share of the MSA into a Qualified

Settlement Account which the Settlement Administrator will have authority to distribute money from in accordance with the terms of this Settlement Agreement.

- 27. <u>Class Counsel Fees and Costs</u>. Defendants agree not to oppose any motion by Class Counsel for Class Counsel Fees and Costs of one-third (33 1/3%) of the MSA, or \$248,333, plus reimbursement of litigation costs and expenses, not to exceed \$10,000. In consideration of the awarded attorneys' fees and costs and expenses, Class Counsel waives all claims for attorneys' fees and costs in this Action.
- 28. Class Representative Service Award and Her Class Payment. In exchange for Plaintiff executing a general release, and in recognition of their effort prosecuting the Action on behalf of Class Members, Defendants agree not to oppose an application for Class Representative Service Award of \$10,000 to Plaintiff Maria Hernandez. The Class Representative Service Award paid from the MSA will be in addition to Plaintiff's Individual Settlement Payment. Plaintiff will be responsible to pay all applicable taxes on the payment made pursuant to this paragraph and will hold Defendants harmless from all liability for taxes, penalties, or interest arising from the payment. The parties agree that Plaintiff shall be paid a class payment based on 20 work weeks worked.
- 29. <u>Settlement Administration Expenses</u>. The Parties agree the Settlement Administrator shall be Phoenix Class Action Solutions ("Phoenix"). Phoenix will be paid reasonable fees and costs of administration of the Settlement, which are estimated to be \$11,500, and will not exceed that amount without prior approval from the Parties.
- 30. <u>PAGA Payment</u>. Forty-Five Thousand Dollars (\$45,000) from the Maximum Settlement Amount allocated as PAGA penalties. 75% of this amount (\$33,750) will be paid to the LWDA and 25% (\$11,250) will remain in the Net Settlement Amount. The remaining \$11,250 ("PAGA Employee Payment") shall be distributed pro rata to those Class Members

("PAGA Employees") who worked for Defendants in California at any time during the period of January 1, 2020 to December 31, 2021 ("PAGA Period"). The pro-rata distribution shall be based on the number of pay periods each PAGA Employee worked during the PAGA Period.

- 31. Individual Settlement Payment Calculations. The Parties agree the allocation of Individual Settlement Payments is reasonable and provides a fair settlement to the Settlement Class, despite any uncertainties with the exact amounts alleged to be owed. Individual Settlement Payments will be reduced by required deductions as set forth in this Settlement Agreement. Participating Class Members will receive an Individual Settlement Payment from the Net Settlement Amount based on the number of Workweeks worked by the participating Class Member. "Workweek" as used herein means any week during which a Class Member worked for Defendants for at least one day, during the Class Period. Individual Settlement Payments shall be calculated by (a) dividing the Net Settlement Amount by the total number of Workweeks worked by all participating Class Members during the Class Period and (b) multiplying the result by each participating Class Member's Workweeks.
- 32. No Credit Toward Benefit Plans. No payments made pursuant to this Settlement Agreement will be used to calculate any additional benefits under any benefit plans for which a Class Member may be eligible, including, but not limited to: profit-sharing, bonus, 401(k), stock, vacation, or sick leave. It is the Parties' intention this Settlement Agreement shall not affect any rights, contributions, or amounts any Class Members may be entitled to under any benefit plan.
- 33. <u>Settlement Administration Process</u>. The Parties agree to cooperate in administering the settlement and make all reasonable efforts to minimize costs and expenses incurred.
- 34. <u>Delivery of the Class List</u>. Within 10 business days of Preliminary Approval, Defendants will provide the Class List to the Settlement Administrator.

- 35. <u>Class Size and Total Work Weeks.</u> The Parties agree the settlement amount was based in part on Defendants' representations, and Plaintiff's agreement upon review, that the class size is approximately 800 and the total work weeks are approximately 8,138.87.
- 36. Notice by First-Class U.S. Mail. Within 10 business days after receiving the Class List, the Settlement Administrator will mail a Notice Packet to all Class Members.
- 37. Confirmation of Contact Information in the Class Lists. Before mailing, the
  Settlement Administrator will search the National Change of Address Database to update
  addresses. Any Notice Packets returned to the Settlement Administrator as non-deliverable on
  or before the Response Deadline will be sent promptly within one day via regular First-Class
  U.S. Mail to the forwarding address, and the Settlement Administrator will indicate the date of
  the re-mailing on the Notice Packet. If no forwarding address is provided, the Settlement
  Administrator will promptly within one day attempt to find the correct address using a skiptrace, or other search, using the name, address, and Social Security number of the Class
  Member, and will re-mail one time. Class Members receiving a re-mailed Notice Packet must
  postmark a Request for Exclusion or file and serve an objection to the Settlement by the later
  of 15 days of re-mailing or, the Response Deadline.
- 38. Notice Packets. All Class Members will be mailed a Notice Packet, which will include a Notice of Class Action Settlement, Change of Address form, and pre-printed return envelope. The Notice of Class Action Settlement will provide a (1) summary of the Settlement's principal terms, (2) Settlement Class definition, (3) Individual Workweeks during the Class Period, (4) formula for calculating Individual Settlement Payments and each Class Member's estimated Payment, (5) dates of the Class Period, (6) instructions how to Request Exclusion or object, (7) the deadline for Requests for Exclusion and objections, (8) the claims to be released, and (9) the date, time, and place set for the hearing on the Final Approval

Motion. The documents in the Notice Packets will be in both English and Spanish.

- 39. Disputed Information in the Notice Packets. Any disputes regarding a Class Member's Individual Workweeks, class membership, or right to payment, will be resolved and decided by the Settlement Administrator based on Defendants' records which, for purposes of this Settlement only, will be presumptively determinative, subject to rebuttal by competent evidence. Each Class Member's Individual Workweeks will be stated on the Class Member's notice form. Any Class Member who disputes any data a notice form must notify the Settlement Administrator of the dispute in writing by the Response Deadline and submit all supporting evidence to the Settlement Administrator at that time. Within seven 7 days after receipt of any letter raising a dispute, but no later than 7 days after the Response Deadline, the Settlement Administrator will make a determination, based on documentary evidence, whether the information provided by the Defendant was correct. The Settlement Administrator may consult with Counsel for the Parties in reaching this determination. The Settlement Administrator will give written notice to the Class Member and counsel for the Parties of its determination of each dispute.
- 40. <u>Request for Exclusion Procedures</u>. Any Class Member wishing to opt-out from the Settlement Agreement must sign and postmark a written Request for Exclusion to the Settlement Administrator within a 60-day Response Deadline. The date of the postmark on the return envelope will be the exclusive means to determine whether a Request for Exclusion has been timely submitted.
- 41. <u>Defective Submissions</u>. If a Class Member's Request for Exclusion does not comply with the requirements in this Settlement Agreement, the Class Member will be given an opportunity to cure the defect(s). The Settlement Administrator will mail the Class Member a cure letter within 3 business days of receiving the defective submission to advise the Class

Member the submission is defective, and the defect must be cured to validate the Request for Exclusion. The Class Member will have until the later of fifteen calendar (15) days from the date of the cure letter or, the Response Deadline, to postmark a revised Request for Exclusion.

- 42. Settlement Terms Bind All Class Members Who Do Not Opt-Out. Any Class Member who does not affirmatively opt-out of the Settlement Agreement by submitting a timely, valid Request for Exclusion will be bound by all its terms, including those pertaining to Released Claims, as well as any Judgment entered by the Court if it grants final approval of the Settlement.
- 43. Objection Procedures. Class members shall have 60 days to object to the settlement.

  To object to the Settlement Agreement, a Class Member may not submit a Request for Exclusion but must send a Notice of Objection with the Administrator before the Response Deadline. The Notice of Objection must be signed by the Class Member. The date of sending will be deemed the exclusive means for determining the Notice of Objection is timely. Class Members who file notices of objection will have a right to appear at the Final Approval Hearing in order to have their objections heard by the Court. Class Members may also appear at the final approval hearing and discuss their objections with the Court. The Parties and their counsel will not solicit or otherwise encourage Class Members to submit written objections to the Settlement Agreement or appeal from the Final Approval Order and Judgment. Class Counsel will not represent any Class Members objecting to this Settlement. The Court will hear from any Class Member who attends the final approval hearing and asks to speak regarding his or her objection, regardless of whether the Class Member filed an objection.
- 44. <u>Certification Reports</u>. The Settlement Administrator will provide Defendants' counsel and Class Counsel a bimonthly report which certifies: (i) the number of Class Members who submitted valid Requests for Exclusion; (ii) the number of any deficient Requests for

Exclusion; and, (iii) whether any Class Member has submitted a challenge to information in their Notice Packet. The Settlement Administrator will provide the Parties updated reports as needed or requested.

45. Timing of Distribution of Individual Settlement Payments. If no objection to the Settlement is made, or if the objection is withdrawn before the final approval order is issued, within 10 days of the Effective Date, the Settlement Administrator will make the distribution of the MSA. If an appeal is filed, the distribution shall be 60 days from the date the judgment is final and no longer subject to appeal. Based on anticipated Court-approved deductions for attorneys' fees (\$248,333), litigation costs of no more than \$10,000, a service payment (\$10,000), PAGA payment (\$45,000), and Settlement Administration expenses (\$11,500), the remaining sum, the Net Settlement Amount of \$420,167 will be distributed to Participating Class Members based on number of weeks employed during the Class Period.

46. Within 10 days of the Effective Date the Settlement Administrator will issue the following payments from the MSA, as approved by the Court:

1.	Participating Class Members (NSA):	\$420,167
2.	PAGA Payment to the LWDA:	\$45,000
3.	Plaintiff's Service Payment:	\$10,000
4.	Settlement Administration Payment:	\$11,500
5.	Class Counsel's Litigation Costs:	\$10,000
6.	Class Counsel's Attorneys' Fees:	<u>\$248,333</u>
		\$745,000

47. <u>Uncashed or Undeliverable Settlement Checks</u>. After 30 days of issuance of Individual Settlement Payment checks to Participating Class Members, the Administrator will mail a reminder postcard to all members of the Class who have yet to cash their Settlement Payment checks, and advise all checks will be voided after 180 calendar days if not cashed by that date. Any amounts attributable to settlement checks returned as undeliverable or remaining uncashed for more than 180 calendar days Funds from any uncashed check will be sent

to the California State Controller - Unclaimed Property Department at https://www.sco.ca.gov/upd\_msg.html.

- 48. <u>Certification of Completion</u>. The Settlement Administrator will provide a written declaration under oath to certify completion of Settlement Administration to the Court and counsel.
- 49. Treatment of Class Member Payments. For tax reporting purposes, the payments to Participating Class Members will be allocated 25% as wages, 50% as penalties, and 25% as interest. The wage portion of the individual Class Settlement Payments shall be subject to the withholding of applicable local, state, and federal taxes, and the Settlement Administrator shall deduct applicable employee-side payroll taxes from the wage portion of the individual Class Settlement Payments. The portion of the Class Settlement Payments allocated to penalties and interest shall be classified as other miscellaneous income and reported on IRS Form 1099-MISC. Any taxes owed on that other miscellaneous income will be the responsibility of each Participating Class Member receiving those payments. The employer's share of any payroll taxes will be separately paid by Defendants.
- 50. Administration of Taxes by the Settlement Administrator. The Settlement
  Administrator shall be treated as an "administrator" as defined at Treasury Regulation section
  1.468B-2(k) for purposes of federal and state income tax reporting for distributions and
  payments made under this Settlement Agreement. The Settlement Administrator will be
  responsible for issuing to participating Settlement Class members IRS Forms W-2 for amounts
  deemed "wages" and IRS Forms 1099 for the amounts deemed penalties and interest at the times
  and in the manner required by the Internal Revenue Code and consistent with this Settlement
  Agreement. The Settlement Administrator will forward legally required withholdings to the

appropriate government agency. If the Internal Revenue Code, related regulations, or other applicable tax law, is changed after the date of this Settlement Agreement, these processes may be modified in to comply with such changes.

- 51. <u>Tax Liability</u>. Defendants and Class Counsel make no representations as to the tax treatment or legal effect of the payments called for, and Class Members are not relying on any statement or representation by Defendants or Class Counsel in this regard. Class Members understand and agree they will be solely responsible for the payment of their portion of any taxes and penalties, if any, assessed on the payments made pursuant to this Settlement Agreement.
- 52. 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 shall 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

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acknowledging party of the tax treatment or tax structure of any transaction, including any transaction contemplated by this agreement.

53. No Prior Assignments. The Parties and their counsel represent, covenant, and warrant they have not directly or indirectly assigned, transferred, encumbered, or purported to assign, transfer, or encumber to any person or entity any portion of any liability, claim, demand, action, cause of action or right released and discharged in this Settlement Agreement.

## 54. Release of Claims by Class Members.

#### 54.1 Class Claims Release.

On the date the settlement is fully funded by Defendants and except as to such rights or claims as may be created by the Settlement, Plaintiff and all Participating Class Members will release and all claims, debts, liabilities, demands, actions, or causes of action of every nature and description that were alleged in the operative complaint relating to the alleged failure of any of the Released Parties arising out of or relating to work performed during the Class Period, including claims based on California Labor Code sections 201, 202, 203, 226, 226.7, 510, 512, 1194, 1194.2, 1197, California Code of Regulations, Title 8 Section 11000 et seq., the applicable Industrial Welfare Commission (IWC) Wage Orders, including 7-2001, Business & Professions Code section 17200-17208 or any related damages, penalties, restitution, disgorgement, interest or attorneys' fees, and, any and all claims for injunctive relief, restitution, breach of contract or company policy, fraudulent business practices brought pursuant to the California Business & Professions Code and related to the above alleged Labor Code violations asserted in the operative First Amended Complaint; and any and all claims or causes of action for penalties, interest and/or attorneys' fees and costs related to the above alleged Labor Code violations asserted in the First Amended Complaint. All Class Members who do not timely submit a valid Request for Exclusion will be deemed to have fully, finally

and forever released, settled, compromised, relinquished and discharged all of the Released Parties of and from all Released Claims accruing during the Class Period. On the Effective Date, all Class Members who do not timely submit a valid Request for Exclusion will be forever barred from prosecuting all Released Claims against the Released Parties.

#### 54.2 Released PAGA Claims.

On the date the settlement is fully funded by Defendants, all Class Members are deemed to release, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, the Released Parties from all claims for PAGA penalties that were alleged, or reasonably could have been alleged based on the facts and claims stated in the operative First Amended Complaint or Plaintiff's PAGA complaint letters sent to the LWDA on August 16, 2021, for a PAGA period of January 1, 2020 to December 31, 2021.

55. Plaintiff's Release. Plaintiff and her respective former and present spouses, representatives, agents, attorneys, heirs, administrators, successors, and assigns generally, release and discharge Released Parties from all claims, transactions, or occurrences [that occurred during the Class Period], including, but not limited to: (a) all claims that were, or reasonably could have been, alleged, based on the facts contained, in the First Amended Complaint. ("Plaintiff's Release.") Plaintiff's release does not extend to any claims or actions to enforce this Agreement, or to any claims for vested benefits, unemployment benefits, disability benefits, social security benefits, workers' compensation benefits that arose at any time, or based on occurrences outside the Class Period. Plaintiff acknowledges that Plaintiff may discover facts or law different from, or in addition to, the facts or law that Plaintiff now knows or believes to be true but agrees, nonetheless, that Plaintiff's Release shall be and remain effective in all respects, notwithstanding such

different or additional facts or Plaintiff's discovery of them.

56. <u>Plaintiff's Waiver of Rights Under California Civil Code Section 1542</u>.

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.

57. Nullification of Settlement Agreement. In the event: (i) the Court does not finally approve the Settlement as provided in this Agreement; or (ii) the Settlement does not become final for any other reason, then this Settlement Agreement will be null and void, including Defendants' obligation to fund the MSA; provided, however, that reduction by the Court of Class Counsel fees and costs or a reduction by the Court of the Class Representative Service Award shall not render this Settlement null and void (although Class Counsel retains the right to appeal a reduction of Class Counsel's requested attorneys' fees, costs or Class Representative Service Award; provided no payment of additional amounts sought by appeal will be made under the Settlement and there will be no obligation by Defendants to fund any amount sought by appeal during the pendency of any appeal). Any order or judgment entered by the Court in furtherance of this Settlement Agreement will likewise be treated as void from the beginning.

58. <u>Preliminary Approval Hearing</u>. Plaintiff will obtain a date from the Court to hear a request for Preliminary Approval of the Settlement Agreement, and request an Order: (i) conditionally certifying the Settlement Class for settlement purposes only; (ii) preliminarily approving the proposed Settlement Agreement; (iii) for the Notice Packet to be sent to all Class Members as provided in this Agreement; and, (iv) setting a date for a Final Approval

Hearing.

- 59. Final Settlement Approval Hearing and Entry of Judgment. Upon expiration of the deadlines to postmark Requests for Exclusion, and file and serve objections to the Settlement Agreement, and with the Court's permission, a Final Approval Hearing will be conducted to consider Final Approval of the Settlement Agreement along with the amounts properly payable for (i) Individual Settlement Payments; (ii) Class Counsel Fees and Costs; (iii) Class Representative Service Award Payment; (iv) PAGA Payment; and, (v) all Settlement Administration Expenses. The Final Approval Hearing will be held no earlier than 45 days after the Response Deadline. Class Counsel will draft all documents necessary to obtain final approval. Class Counsel will draft the attorneys' fees and costs motion to be heard at the Final Approval Hearing.
- 60. <u>Judgment and Continued Jurisdiction</u>. At the Final Approval Hearing, or after, the Parties will present a proposed Judgment to the Court for approval. After entry of Judgment, the Court will have continuing jurisdiction solely to: (i) interpret and enforce the terms of the Settlement; (ii) rule on Settlement administration matters; and, (iii) rule on other post-Judgment matters as may be appropriate under court rules or this Agreement.
- 61. Exhibits Incorporated by Reference. The terms of this Agreement include the terms set forth in any attached Exhibits, which are incorporated by this reference as though fully set forth in this Settlement Agreement. Any Exhibits to this Agreement are an integral part of the Settlement.
- 62. <u>Confidentiality Agreement</u>. The Parties and their counsel agree they will not issue any press release, social media post, internet or website announcement, or otherwise initiate any contact with the press, respond to any press inquiry or have any communication with the press regarding the Settlement or its terms. Plaintiff will not discuss the Settlement with anyone other than their counsel, tax advisors or spouses, except as required or authorized by law. Class Counsel agrees the settlement of the Action will not be referred to in any court submission in any other case unless required to do so by applicable law, or in a submission to

courts or arbitrators to establish adequacy as class counsel or relevant experience in wage and hour lawsuits.

- 63. Entire Agreement. This Settlement Agreement and attached Exhibits constitute the entire agreement of the Parties. No other prior or contemporaneous written or oral agreements will be binding on the Parties. The Parties expressly recognize California Civil Code Section 1625 and California Code of Civil Procedure Section 1856(a), which provide a written agreement be construed based on its terms and not varied or contradicted by extrinsic evidence. The Parties agree no extrinsic oral or written representations will modify or contradict the terms of the Agreement.
- 64. <u>Amendment or Modification</u>. This Settlement Agreement may be amended or modified only by a written instrument signed by counsel for all Parties or their successors-in-interest, with the approval by the Court.
- 65. Authorization to Enter Into Settlement Agreement. Counsel for all Parties warrant and represent they are expressly authorized by the Parties whom they represent to negotiate this Settlement Agreement and take all action required or permitted pursuant to this Agreement to effectuate its terms, including executing any other documents required to effectuate the terms of this Agreement. The Parties and their counsel will cooperate with each other and use their best efforts to implement the Agreement. The signatories to the Settlement Agreement affirm they have the authority, and are authorized, to enter the Agreement and bind Defendant. If the Parties cannot agree on the form or content of any document needed to implement the Settlement, or on any supplemental provision necessary to effectuate the terms of the Settlement, the Parties may seek the Court's assistance to resolve that disagreement.
- 66. <u>Binding on Successors and Assigns</u>. This Settlement Agreement will be binding upon, and inure to the benefit of, the successors or assigns of the Parties.
- 67. Execution and Counterparts. The Agreement may be executed in one or more counterparts. All executed counterparts, including facsimile, scanned, and electronic copies of the signature page, will be deemed one and the same Agreement provided counsel for the

Parties exchange among themselves original signed counterparts.

- 68. Acknowledgement the Settlement is Fair and Reasonable. The Parties believe this Settlement Agreement is a fair, adequate and reasonable settlement of the Action and have arrived at this Settlement after arm's-length negotiations and in the context of adversarial litigation, taking into account all relevant factors, present and potential. The Parties further acknowledge they are each represented by competent counsel and had an opportunity to consult with their counsel regarding the fairness and reasonableness of this Agreement.
- 69. <u>Invalidity of Any Provision</u>. Before declaring any provision of this Settlement 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 find all provisions of this Settlement Agreement valid and enforceable.
- 70. Non-Admission of Liability. The Parties enter into this Settlement Agreement to resolve the dispute that has arisen between them and to avoid the burden, expense and risk of continued litigation. In entering into this Settlement Agreement, Defendants do not admit, and specifically denies, it violated any federal, state, or local law; violated any regulations or guidelines promulgated pursuant to any statute or any other applicable laws, regulations or legal requirements; breached any contract; violated or breached any duty; engaged in any misrepresentation or deception; or engaged in any other unlawful conduct toward its current or former employees. Neither this Settlement Agreement, nor any of its terms or provisions, nor any of the negotiations connected with it, will be construed as an admission or concession by Defendants of any such violations or failures to comply with any applicable law. Except as necessary in a proceeding to enforce the terms of this Settlement Agreement, this Settlement Agreement and its terms and provisions will not be offered or received as evidence in any action or proceeding to establish any liability or admission on the part of Defendants or to establish the existence of any condition constituting a violation of, or a non-compliance with,

federal, state, local or other applicable law.

- 71. <u>Captions</u>. The captions and section numbers in this Agreement are inserted for the reader's convenience, and do not define, limit, or describe the scope or intent of this Agreement.
- 72. <u>Waiver</u>. No waiver of any condition or covenant contained in this Agreement or failure to exercise a right or remedy by any Party will imply or constitute a further waiver by that Party of the same or any other condition, covenant, right or remedy.
- 73. Enforcement Action. In the event that one or more of the Parties institutes any legal action or other proceeding against any other Party to enforce the provisions of this Settlement Agreement or to declare rights and/or obligations under this Settlement Agreement, the prevailing Party will be entitled to recover from the non-prevailing Party reasonable attorneys' fees and costs, including expert witness fees, incurred in connection with any enforcement Action.
- 74. <u>Mutual Preparation</u>. The Parties have had a full opportunity to negotiate the terms and conditions of this Agreement, and it will not be construed more strictly against one party than another merely because it may have been prepared by counsel for one of the Parties, it being recognized that, because of the arms'-length negotiations between the Parties, all Parties have contributed to the preparation of this Agreement.
- 75. Representation By Counsel. The Parties acknowledge they have been represented by counsel throughout all negotiations that preceded the execution of this Agreement, and that this Agreement has been executed with the consent and advice of counsel. Plaintiff and Class Counsel warrant and represent there are no liens on the Settlement Agreement.
- 76. <u>All Terms Subject to Final Court Approval</u>. All amounts and procedures described in this Settlement Agreement will be subject to final Court approval.

1	77. Cooperation and Execution of Necessary Documents. All Parties will cooperate in			
2 3	good faith and execute all documents to the extent reasonably necessary to effectuate the terms			
4	of this Settlement Agreement.			
5	78. Binding Agreement. The Parties warrant they understand and have full authority to			
6	enter this Agreement, and intend it to be fully enforceable and binding on all Parties, pursuant			
7	to California Code of Civil Procedure section 664.6, and agree it will be admissible and			
8	subject to disclosure in any proceeding to enforce its terms, notwithstanding any mediation			
9	confidentiality provisions which might otherwise apply under federal or state law.			
10 11	IT IS SO AGREED by the Parties.			
12				
13	Dated: Plaintiff Maria Hernandez			
14				
15	Maria Hernandez			
16	05/21/2022			
17	Dated: 05/31/2023 Defendant RMP Safety Services, Inc.			
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19 20	Alfredo Valez			
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22	Dated: Defendant Inspire Logistics, LLC			
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24	Rick Salas			
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4	Approved as to form, without being bound by it	s terms:
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6	Dated:	Counsel for Inspire Logistics, LLC
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8		Douglas R. MacLeith
9		Rogers, MacLeith & Stolp, LLP
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11	Dated:	Counsel for RMP Safety Services, Inc
12		
13		Scott A. Ezzati
14		The Law Offices of Thomas F. Nowland
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16		
17	Dated:	Counsel for Plaintiff Maria Hernandez
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19		Christopher J. Hamner
20		Hamner Law Offices, APLC
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77. Cooperation and Execution of Necessary Documents. All Parties will cooperate in good faith and execute all documents to the extent reasonably necessary to effectuate the terms 78. Binding Agreement. The Parties warrant they understand and have full authority to enter this Agreement, and intend it to be fully enforceable and binding on all Parties, pursuant to California Code of Civil Procedure section 664.6, and agree it will be admissible and subject to disclosure in any proceeding to enforce its terms, notwithstanding any mediation confidentiality provisions which might otherwise apply under federal or state law. Plaintiff Maria Hernandez Maria Hernandez Defendant RMP Safety Services, Inc. Alfredo Valez Defendant Inspire Logistics, LLC

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3	Approved as to form, without being bou	nd by its terms:
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5	Dated: 6-6-2073	Council for Leaving Leaving LLC
6		Counsel for Inspire Logistics, LLC
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8		Douglas R. MacLeith
9		Rogers, MacLeith & Stolp, LLP
10		
11	Dated:	Counsel for RMP Safety Services, Inc
12	as.	
13		Scott A. Ezzati
14		The Law Offices of Thomas F. Nowland
15		
16	Dated: June 6, 2023	Counsel for Plaintiff Maria Hernandez
17	Dated. June 0, 2023	Counsel for Frankfir Warra Fernandez
18	lei	Chris Hamner
19		Christopher J. Hamner Hamner Law Offices, APLC
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3	Approved as to form, without being bound by its terms:
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5	Dated: Counsel for Inspire Logistics, LLC
6	Buteu
7	
8	Douglas R. MacLeith Rogers, MacLeith & Stolp, LLP
9   10	
11	Dated: 5/3//23 Counsel for RMP Safety Services, Inc
12	Suited: Suite Suit
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14	Scott A. Ezzali The Law Offices of Thomas F. Nowland
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16	Dated: Counsel for Plaintiff Maria Hernandez
17	Dated: Counsel for Plaintiff Maria Hernandez
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19	Christopher J. Hamner Hamner Law Offices, APLC
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