D. WESER

IN THE SUPERIOR COURT OF THE STATE OF CALIFORNIA

MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF CLASS ACTION SETTLEMENT AND CONDITIONAL CLASS CERTIFICATION RULE OF COURT 3.7691

Hon: Judith Graddick

BYFAX

LEONARD CARDER, 1.1.P ATTORNEYS 1330 BROADWAY, SUITE 1450 OAKLAND, CA 94612 THL (510) 272-0169 FAX: (510) 272-0174

TABLE OF CONTENTS

I.	INTRODUCTION1 -			
II.	CASE FACTS, CLAIMS, AND PROCEEDINGS			
	Α.	Factua	l And Legal Background2 -	
		1.	Claims And Defenses. ———————————————————————————————————	
		2.	Factual And Procedural Background2 -	
III.	SETT	LEME	NT TERMS 4 -	
IV. PRELIMINARY APPROVAL OF THE CLASS ACTION SETTLEME			ARY APPROVAL OF THE CLASS ACTION SETTLEMENT 7 -	
	A.	Class Action Settlement Approval Procedure 7 -		
	В.	The Proposed Settlement Well Warrants Preliminary Approval		
		1.	The Settlement Is Within The Range Of Reasonableness 12 -	
		2.	The Settlement Is The Product Of Informed, Arm's-Length Negotiations12 -	
		3.	Defendant Would Contest Class Certification And Liability On All Issues. ————————————————————————————————————	
		4.	The Class Representative Service Payment Is Reasonable 14 -	
		5.	The Requested Attorneys' Fees And Costs Are Reasonable 17 -	
			a. The Common Fund Approach Is Warranted In This Case 17 -	
			b. The Percentage Requested By Class Counsel Is Reasonable 19 -	
	C.	The Fo	ee Request is Reasonable and Appropriate Under the tar/Multiplier Approach. ————————————————————————————————————	
		1.	Class Counsel's Lodestar Is Supported By Billing Records 21 -	
		2.	The Proposed Multiplier Is Reasonable. ————————————————————————————————————	
	D.	The P	roposed Notice Is Reasonable. ————————————————————————————————————	
			a. The Proposed Class Notice Is Accurate, Informative, And Neutral. ————————————————————————————————————	
			b. The Proposed Class Notice Satisfies Due Process 23 -	
	E.		Court Should Also Approve The Claims Administrator And Confirm sponsibilities24 -	
v.	CON	DITIO	NAL CERTIFICATION OF THE CLASS 25 -	

LEONARD CARDER, LLP ATTORNEYS	1330 BROADWAY, SUITE 1450	OAKLAND, CA 94612 IEL: (510) 272-0169 FAX: (510) 272-0174
----------------------------------	---------------------------	--

VI.	CONC	CLUSION	- 30 -
	F.	Common Issues Predominate And Class-Wide Settlement Is Superior To Other Available Methods Of Resolution.	- 29 -
	Ε.	The Adequacy Requirement Is Met	- 28 -
	D.	The Typicality Requirement Is Met.	- 27 -
	C.	The Commonality Requirement Is Met.	- 26 -
	B.	The Proposed Class Is Sufficiently Numerous.	- 26 -
	A.	The Proposed Class Is Ascertainable.	- 25 -

TABLE OF AUTHORITIES

1	
2	

LEONARD CARDER, LLP ATTORNEYS 1330 BROADWAY, SUITE 1450 OAKLAND, CA 94612 TEL: (510) 272-0169 FAX: (510) 272-0174

STATE CASES

Apple Computer, Inc. v. Super. Ct., 126 Cal. App. 4th 1253 (2005)
Bell v. Farmers Ins. Exch., 115 Cal. App. 4th 715 (2004)
Cartt v. Super. Ct., 50 Cal. App. 3d 960 (1975)
City of Oakland v. Oakland Raiders, 203 Cal. App. 3d 78 (1988)22
City of San Jose v. Super. Ct., 12 Cal. 3d 447 (1974)26
Clark v. Am. Residential Servs. LLC, 175 Cal. App. 4th 785 (2009)
Classen v. Weller, 145 Cal. App. 3d 27 (1983)
Cooper v. Am. Sav. & Loan Ass'n., 55 Cal. App. 3d 274 (1976)
Dunk v. Ford Motor Co., 48 Cal. App. 4th 1794 (1996)
Glendora Community Redevelopment Agency v. Demeter, 155 Cal. App. 3d 465 (1984)
Green v. Obledo, 29 Cal. 3d 126 (1981)
Hebbard v. Colgrove, 28 Cal. App. 3d 1017 (1972)26
Hicks v. Kaufman & Broad Home Corp., 89 Cal. App. 4th 908 (2001)27
Home Sav. & Loan Ass'n. v. Super. Ct., 42 Cal. App. 3d 1006 (1974)
Horsford v. Board of Trustees, 132 Cal. App. 4th 359 (2005)21

2,7

In re Cellphone Fee Termination Cases, 186 Cal. App. 4th 1380 (2010)	14, 15
Ketchum v. Moses, 24 Cal. 4th 112 (2001)	20
Kullar v. Foot Locker Retail, Inc., 168 Cal. App. 4th 116 (2008)	8, 11, 12, 13
LaFitte v. Robert Half International, Inc., 180 Cal. App. 3d 136 (Oct. 29, 2014)	18, 20
Lealao v. Beneficial Cal., Inc., 82 Cal. App. 4th 19 (2000)	passim
Mallick v. Super. Ct., 89 Cal. App. 3d 434 (1979)	11
McGhee v. Bank of Am., 60 Cal. App. 3d 442 (1976)	28
Melendres v. City of Los Angeles, 45 Cal. App. 3d 267 (1975)	19
N. County Contractor's Ass'n., Inc. v. Touchstone Ins. Servs., 27 Cal. App. 4th 1085 (1994)	
Parker v. City of L.A., 44 Cal. App. 3d 556 (1974)	19
Richmond v. Dart Indus., 29 Cal. 3d 462 (1981)	25, 26, 29
Rose v. City of Hayward, 126 Cal. App. 3d 926 (1981)	25, 26
Ryan v. Cal. Interscholastic Fed'n - San Diego Section, 94 Cal. App. 4th 1048 (2001)	22
Sav-On v. Super. Ct., 34 Cal. 4th 319 (1977)	25
Serrano v. Priest ("Serrano III"), 20 Cal. 3d 25 (1977)	18
Stephens v. Montgomery Ward & Co., Inc., 193 Cal. App. 3d 411 (1987)	26

iv

4.

Sternwest Corp. v. Ash, 183 Cal. App. 3d 74 (1986)22
Vasquez v. Super. Ct., 4 Cal. 3d 800 (1971)
Vincent v. Hughes Air West, Inc., 557 F.2d 759 (9th Cir. 1977)
Wershba v. Apple Computer, Inc., 91 Cal. App. 4th 224 (2001)passim
FEDERAL CASES
Amchem Prods., Inc. v. Windsor, 521 U.S. 591 (1997)
Blum v. Stenson, 465 U.S. 886 (1984)
Consumer Cause, Inc. v. Mrs. Gooch's Natural Food Markets, Inc., 127 Cal.App.4th 387 (2005)
Does I thru XXIII v. Advanced Textile Corp., 214 F.3d 1058 (9th Cir. 2000)
Eisen v. Carlisle & Jacquelin, 417 U.S. 156 (1974)
Fischel v. Equitable Life Assur. Society of U.S., 307 F.3d 997 (9th Cir. 2002)
Hanlon v. Chrysler Corp., 150 F.3d 1011 (9th Cir. 1998) passim
In re Pac. Enters. Sec. Litig., 47 F.3d 373 (9th Cir. 1995)
Ingram v. The Coca-Cola Co., 200 F.R.D. 685 (N.D. Ga. 2001)
Martens v. Smith Barney, No. 96 Civ. 3779, 1998 WL 1661385 (S.D.N.Y. July 28, 1998) and 181 F.R.D. 243, 262 (S.D.N.Y. 1998)
Mitchell v. Robert DeMario Jewelry, Inc., 361 U.S. 288 (1960)
Paul, Johnson, Alston & Hunt v. Graulty, 886 F.2d 268 (9th Cir. 1989)

LEONARD CARDER, LLP ATTORNEYS	1330 BROADWAY, SUITE 1450	OAKLAND, CA 94612	TEL: (510) 272-0169 FAX: (510) 272-0174
----------------------------------	---------------------------	-------------------	---

Phillips Petroleum Co. v. Shutts, 472 U.S. 797 (1985)
Rivera v. NIBCO, Inc., 364 F.3d 1057 (9th Cir. 2004)
Roberts v. Texaco, 979 F. Supp. 185 (S.D.N.Y. 1997)
Six (6) Mex. Workers v. Ariz. Citrus Growers, 904 F.2d 1301 (9th Cir. 1990)
Soc. Servs. Union, Local 535 v. County of Santa Clara, 609 F.2d 944 (9th Cir. 1979)
Swedish Hosp. Corp. v. Shalala, 1 F.3d 1261 (D.C. Cir. 1993)
The Boeing Co. v. Van Gemert, 444 U.S. 472 (1980)
Van Vranken v. Atl. Richfield Co., 901 F. Supp. 294 (N.D. Cal. 1995)
Vizcaino v. Microsoft Corp., 290 F.3d 1043 (9 th Cir. 2002)
UNPUBLISHED CASES
Kelley v. SBC, Inc., No. 97-CV-2729 CW, 1998 WL 1794379 (N.D. Cal. Nov. 18, 1998)
Lewis v. Starbucks Corp., No. 2:07-cv-00490-MCE-DAD, 2008 WL 4196690 (E.D. Cal. Sept. 11, 2008) 13, 27, 30
Chavez v. Netflix, Inc., No. CGC-04-434884, 2005 WL 3048041 (S.F. County Super. Ct. Oct. 27, 2005)
FEDERAL STATUTES
Labor Code §2802
23(c)

LEONARD CARDHR, LLP ATTORNEYS 1330 BROADWAY, SUITH 1450 OAKLAND, CA 94612 TEL. (510) 272-0169 - FAX: (510) 272-0174

STATE STATUTES	
California Civil Code	
§ 1542	
Civ. Code	_
§ 1781(f)	7
Code Civ. Proc.	
§ 1021.5(a)	
RULES	
	
Rule of Court 3.769	7 8 9
3./69	
Northern on Class Actions	
Newberg on Class Actions, § 11.25	
OTHER AUTHORITIES	
Manual for Complex Litigation (4th ed. 2004)	
8 21.61	8
§ 21.62	11, 14
§ 21.632	

FEL: (510) 272-0169

I. INTRODUCTION

Plaintiff Alicia Devora ("Plaintiff" or "Class Representative") seeks preliminary approval of a \$950,000 class action settlement on behalf of 71 individuals employed by Defendants Univision Communications, Inc., Univision Radio San Francisco, Inc., Univision Radio Los Angeles, Inc., Univision Radio Fresno Inc., Univision Radio San Diego, Inc., and Univision Local Media, Inc., (hereafter collectively "UNIVISION" or "Defendants"), as "Advertising Sales Representatives," as defined below and in the Operative Complaint. The proposed settlement class includes all employees who served in the following job titles in California between September 30, 2009 and September 30, 2014 (the "Class Period"): Account Executive, Senior Account Executive, Account Manager Retail Account Executive, National Accounts Manager and National Account Executive ("Advertising Sales Representatives" or "Class Members"). While serving as the outside sales force for UNIVISION, Advertising Sales Representatives incurred out-of-pocket expenses for use of their own vehicles; and made payments for client entertainment and gifts. Plaintiff avers that Univision failed to reimburse its Advertising Sales Representatives for these expenses during the Class Period.

The net amount to be paid to these Advertising Sales Representatives under the proposed settlement (after payment of class counsel fees and expenses, settlement administration costs, and Plaintiff's service award), will be approximately \$689,000. The average class member payout will be over \$9,700, and many class members will receive over \$17,000.

For purposes of this settlement only, all parties agree that the proposed Settlement Class satisfies each of the requirements of Code of Civil Procedure section 382. The settlement is fair, reasonable, and confers a substantial monetary benefit to the entire class. Accordingly, under Rule of Court 3.769, Plaintiff requests that the Court grant preliminary approval of the Stipulation of Settlement and Release ("Settlement") submitted herewith, conditionally certify the Settlement Class, approve the proposed Class Action Settlement Notice and Share Form, and set a hearing date for final settlement approval.

¹ The Stipulation of Settlement and Release, which includes the proposed Notice of Class Action Settlement and Estimated Share Form as exhibits, is attached as Exhibit A to the Declaration of David Pogrel ("Pogrel Decl."), filed herewith.

II. CASE FACTS, CLAIMS, AND PROCEEDINGS

A. Factual and Legal Background.

1. Claims and Defenses.

Alicia Devora brings this putative class action seeking reimbursement of daily business expenses – automobile expenses (mileage) and client entertainment and gift costs – under Labor Code section 2802, which requires an employer to "indemnify his or her employee for all necessary expenditures or losses incurred by the employee in direct consequence of the discharge of his or her duties." Ms. Devora's complaint also avers that the Section 2802 violations give rise to claims under the Unfair Competition Law ("UCL"), Business & Professions Code sections 17200 et. seq.

UNIVISION asserts that, should this matter be fully litigated, it could defeat Plaintiff's claims on the merits and successfully oppose class certification. UNIVISION contends that it could defeat class certification on the grounds that, among other things, the Court's determination of liability under Labor Code section 2802 would require individualized inquiries into whether each Class Member's expenses were "necessary," whether some Class Members were reimbursed separately for expenses claimed herein, and what information each Class Member received regarding the application of UNIVISION's expense-reimbursement polies and the Class Members' right to claim the expenses at issue. According to UNIVISION, such individualized issues would overwhelm any common issues shared by Advertising Sales Representatives.

On the merits, UNIVISION contends that it maintained lawful expense reimbursement policies and practices and that any failure to seek reimbursement was due to Advertising Sales Representatives opting not to take advantage of such policies.

Plaintiff believes she would overcome UNIVISION's defenses, as explained below.

However, Plaintiff acknowledges that there is risk on each of the defenses, justifying compromise of the class claims.

2. Factual and Procedural Background.

UNIVISION operates commercial radio stations located throughout California. Each station serves a large geographical area, including the entire greater Los Angeles area, the Bay Area, San Diego, and much of the Central Valley. The vast majority of UNIVISION's revenue

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

derives from selling radio and related advertising to businesses who serve these same areas. The Advertising Sales Representatives who make up the putative class are the foot soldiers in UNIVISION's sales force. They are supervised by Sales Managers; and the management pattern, positions, and job duties of the Advertising Sales Representatives and managers are the same in all markets and stations.

To sell its radio advertising, UNIVISION expects its Advertising Sales Representatives to cultivate sales leads through face-to-face meetings with clients and potential clients. Advertising Sales Representatives travel to client meetings at their place of business, which are spread throughout the geographical areas served by their respective stations. Advertising Sales Representatives are encouraged and/or required to have regular meetings with existing clients at their places of business and at other locations away from UNIVISION offices. UNIVISION managers uniformly emphasize the importance of Advertising Sales Representatives meeting with customers and potential customers in person. Such meetings included lunch and dinner meetings, which were often paid for out-of-pocket by the Advertising Sales Representatives. Advertising Sales Representatives also frequently buy gifts for their UNIVISION clients to foster the business relationship, which again is known and/or encouraged by UNIVISION and its management. Despite the fact that UNIVISION was aware its Advertising Sales Representatives incurred mileage, meal, gift, and other expenses, UNIVISION failed to reimburse the putative class of Advertising Sales Representatives for these regularly incurred business expenses. UNIVISION claimed, in its defense, that it had a written policy for making such reimbursements and that its expense reimbursement software – known as "Concur" – could be used for reimbursement of the costs at issue in this case.

Plaintiff Alicia Devora worked for UNIVISION as an Advertising Sales Representative during the Class Period. Like other Class Members, plaintiff Devora incurred gas, client meal and entertainment, and gift expenses, which were not reimbursed by UNIVISION.

Plaintiff Devora retained counsel to represent her and a putative class in October 2013.2 Ms. Devora was aware of Class Counsels' experience and expertise in these types of cases because

Pogrel Decl., ¶ 13.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

she was a Class Member is a prior case filed by her counsel in 2013, which was against one of UNIVISION's primary competitors. Ms. Devora assisted with the prior case - Rojas v. Spanish Broadcasting System, Inc. (Alameda County Case No. RG13-670967) - which settled for a substantial sum in late 2013 and was granted final approval in mid-2014. Because of Plaintiff's counsel's experience prosecuting the litigation against Spanish Broadcasting System, in addition to six other very similar cases litigated by counsel since 2009³ - Plaintiff sent a demand letter in lieu of immediate filing of the Complaint. Per Plaintiff's pre-filing request, UNIVISION agreed to enter into an agreement to toll the statute of limitations on any potential claim so that the parties could try to negotiate a settlement, subject to Court approval. The parties tolling agreement was effective October 31, 2013.

The parties initially decided to conduct an in-person meeting of counsel and client to discuss settlement, with a planned private mediation to follow in the event informal discussions did not lead to a resolution. But prior to their meetings, and after the parties had engaged in engaged in substantial informal discovery and investigation to prepare for settlement discussions,⁵ it became apparent that private mediation would be required to resolve the matter. Following further preparation and the exchange of detailed briefs, 6 the parties conducted mediation on September 15, 2014 with experienced employment mediator Steven Serratore.⁷

While they did not reach agreement at mediation, in late September 2014 they reached an agreement in principle to settle all claims on behalf of the class. The parties finalized their proposed Settlement Agreement on November 26, 2104.8

Ш. SETTLEMENT TERMS

The Settlement resolves all claims of Plaintiff and the proposed Settlement Class against UNIVISION discussed above. A summary of the Settlement terms follows:

Settlement Fund - UNIVISION will pay \$950,000 ("Settlement Fund"), which 1. UNIVISION will deposit to an Administrator-established account within 10 days of

Pogrel Decl., ¶¶ 7-8.

Id. at ¶¶ 15-18.

Id. at ¶¶ 16-19.

Id. at ¶ 19.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

- Class Representative Service Payment Plaintiff requests that \$5,000 from the 2. Settlement Amount be set aside for a class representative service award for the named Plaintiff for her service to the class and risk incurred.
- Class Counsel's Fees and Expenses Plaintiff requests that the Court preliminarily 3. approve her attorneys' fees in the amount of 25% of the Settlement Fund, which the Parties agreed to as part of the Settlement and will likely represent a modest multiplier on counsel's lodestar at final approval. In addition Plaintiff's counsel requests to be reimbursed for up to \$8,000 for their out-of-pocket litigation expenses, as agreed, and which will be less that counsel's actual costs.
- Net Settlement Amount The Net Settlement Amount the amount that will remain 4. of the Settlement Fund after deduction of amounts for awards of costs, attorneys' fees, notice and administrative expenses, and Class Representatives' service payment – will total approximately \$688,899. This amount will be distributed on a pro rata basis to all Class Members, other than those who may opt out of the settlement (if any). Some Class Members will have their individual payments

Under the terms of the settlement, the "Effective Date" means the date by which this Settlement is finally approved as provided herein and the Superior Court's Final Judgment becomes binding. For purposes of this Settlement Agreement, the Final Judgment becomes binding upon entry of the Court's order granting final approval, except if any Class Member objects to the settlement. In the event of any objections, the Effective Date means the later of: (i) the day after the last day by which a notice of appeal to the California Court of Appeal of the Final Judgment may be timely filed, and none is filed; (ii) if an appeal is filed, and the appeal is finally disposed of by ruling, dismissal, denial or otherwise, the day after the last date for filing a request for further review of the Court of Appeal's decision passes, and no further review is requested; (iii) if an appeal is filed and there is a final disposition by ruling, dismissal, denial, or otherwise by the Court of Appeal, and further review of the Court of Appeal's decision is requested, the day after the request for review is denied with prejudice and/or no further review of the judgment can be requested, or (iv) if review is accepted, the day the California Supreme Court affirms the Stipulation of Settlement.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

26

27

28

reduced based on a discounted percentage of expense reimbursements they, in fact, received during the Class Period, as detailed further below.

- No Claims Made Procedure Settlement Class Members will not be required to file 5. claims in order to receive their share of the Net Settlement Fund. They will however have the opportunity to correct any errors in UNIVISION's records of their number of weeks worked as Advertising Sales Representatives in California or prior expense-reimbursements received, which are the bases for distribution of the Net Settlement Fund, by a specified challenge procedure.
- Settlement Administration The parties have selected Kurtzman Carson 6. Consultants, LLC ("KCC") of Novato, California to serve as the Settlement Administrator. The Settlement Administrator will, among other things, distribute the Class Settlement Notice, calculate payouts for each Settlement Class member, provide information to assist in resolution of any disputes over the weeks worked or prior expense reimbursement provided in the Class Period, draw and distribute checks to the Settlement Class Members, administer the Settlement Fund, prepare and file any necessary tax reporting for the Settlement Fund, and report to the Court on the notice/opt out process and payment of the Settlement Fund. Individual notice will be mailed to all Settlement Class Members, whose contact and employment information UNIVISION has already provided to the Settlement Administrator.
- Class Notice The proposed Class Settlement Notice explains the terms of the 7. settlement and how to object and/or opt out. In addition, each Settlement Class Member will receive a Settlement Share Form that includes an individualized computation of the approximate amount of the individual settlement award that the particular Settlement Class Member will receive from the Net Settlement Fund, how that amount was calculated, and how the weeks worked/prior expense reimbursement calculation can be challenged. The Settlement Class Members will share in the Net Settlement Fund pro rata based upon their weeks worked in the class position, with an offset of thirty five per cent (35%) of any individual expense

OAKLAND, CA 94612 TEL. (510) 272-0169 FAX: (510) 272-0174

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

reimbursement records contained in UNIVISION's "Concur" expense reimbursement system.

- Residual Distribution to Cy Pres Settlement checks not cashed by Class Members 8. within 120 calendar days of mailing will become void and a stop payment will be placed on those checks. All amounts remaining from voided and uncashed checks after deduction of costs, such as stop payment charges, shall remain in settlement account. 180 days after the settlement effective date, any remaining funds will be paid to the cy pres beneficiary.
- Tax Consequences of Settlement Payments Each Settlement Class Member's 9. individual settlement payment will be treated as 70% accountable business expenses (not subject to withholding), and 30% interest, unless such treatment of the payments is contrary to an IRS letter ruling. The Administrator shall issue to Class Members the appropriate tax reporting form (i.e., 1099-INT for the interest portion) for payments made to Class Members.
- Scope of Release and Final Judgment The release contemplated by the proposed 10. Settlement corresponds to the operative Complaint, releasing claims arising from UNIVISION's alleged failure to indemnify, reimburse, or compensate for businessrelated expenses, including interest, penalties and attorneys' fee related to UNIVISION's alleged failure to failure to reimburse for business-related expenses, during the Class Period. Upon final approval of the Settlement Fund, the parties will seek final judgment on all of the class claims. 10

PRELIMINARY APPROVAL OF THE CLASS ACTION SETTLEMENT IV.

Class Action Settlement Approval Procedure. Α.

A class action may not be dismissed, compromised, or settled without approval of the Court. See Civ. Code § 1781(f); Rule of Court 3.769; Fed. Rule Civ. Proc. 23(e). 11 Proper review and approval of a class action settlement requires three steps: (1) preliminary approval of the

¹⁰ The parties are not aware of any cases pending in other jurisdictions that would be affected by the Settlement and entry of final judgment thereon.

¹¹ California courts may seek guidance from federal law regarding class certification issues. See Vasquez v. Super. Ct., 4 Cal. 3d 800, 821 (1971); Green v. Obledo, 29 Cal. 3d 126, 145-46 (1981).

2

3

4

5

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

proposed settlement after submission of a written motion; (2) dissemination of mailed and/or published notice of the settlement to all class members; and (3) a formal fairness hearing, or final settlement approval hearing, at which class members may be heard regarding the settlement, and at which evidence and argument concerning the fairness, adequacy, and reasonableness of the settlement is presented. Rule of Court 3.769; Manual for Complex Litigation (4th ed. 2004), § 21.61. This procedure serves Class Members' procedural due process rights and the court's role as the guardian of Class Members' interests. See Newberg on Class Actions (4th ed. 2002) § 11.22, et seq. ("Newberg")

The decision to approve or reject a proposed settlement is committed to the sound discretion of the Court. See Kullar v. Foot Locker Retail, Inc., 168 Cal. App. 4th 116, 128 (2008); Wershba v. Apple Computer, Inc., 91 Cal. App. 4th 224, 234-35 (2001). A decision approving a class action settlement may be reversed only upon a strong showing of clear abuse of discretion. See Kullar, 168 Cal. App. 4th at 128; Hanlon v. Chrysler Corp., 150 F.3d 1011, 1027 (9th Cir. 1998).

Plaintiff requests that this Court take the first step in the settlement approval process, and grant preliminary approval of the proposed Settlement. The court's preliminary evaluation of the Settlement is to determine whether it is within the "range of reasonableness," and whether notice to the class of the terms and conditions of the Settlement, and the scheduling of a formal fairness hearing, are worthwhile. See Wershba, 91 Cal. App. 4th at 234-35; Newberg, § 11.25. This proposed Settlement provides substantial monetary relief that is fair, reasonable, and adequate; it therefore well-qualifies for preliminary approval.

Plaintiff further requests that the Court provisionally and conditionally certify the proposed Settlement Class, as defined above. Provisional and conditional class certification is appropriate at the preliminary approval stage where, as here, the proposed class as it is defined in the parties' Settlement Agreement has not previously been certified by the Court, and the requirements for certification are met. See Newberg, § 11.22 et seq. The practical purpose of provisional and conditional class certification is to facilitate distribution notice to the class of the terms of the proposed settlement and the date and time of the final approval hearing. See Rule of Court 3.769;

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Manual for Complex Litigation, § 21.632. The additional rulings sought on this motion — approving the form, content, and distribution of the Class Action Settlement Notice, and scheduling a formal fairness hearing — facilitate the settlement approval process, and are also typically made at the preliminary approval stage. See Rule of Court 3.769. The Court may grant such relief upon motion by either settling party, and may conduct any necessary hearing in court or in chambers, at its discretion. See Rule of Court 3.769 (d); see also Manual for Complex Litigation, § 21.632.

The following schedule sets forth a proposed sequence for the relevant dates and deadlines, as specified in the Settlement Agreement. This schedule is also incorporated in the Proposed Order, lodged herewith.

10 calendar days after entry of
order granting Preliminary
Approval of Settlement

Defendants to provide complete class list, including contact information and all data needed to compute individual settlement shares. Defendants shall provide the same information to Class Counsel, omitting Class Members' social security numbers.

25 days after entry of order granting Preliminary Approval of Settlement

Mailing by first class mail of Class Action Settlement Notice and Settlement Share Form by Settlement Administrator.

20 days after mailing of Notice and Settlement Share Form

Settlement Administrator to conduct trace/search efforts and send a follow up mailing to Settlement Class Members whose Notice was returned as undeliverable or whose listed address is found to be inaccurate or outdated.

45 days after mailing of Notice and Settlement Share Form

Last day for Settlement Class Members to opt out, challenge dates of employment/prior expenses paid, or submit written objections (the "Objection/Exclusion Deadline").

10 days after the Objection/ Exclusion Deadline Settlement Administrator to provide counsel with opt outs, written objections or statements of intention to object to the Settlement received from Settlement Class Members, and also prepare a declaration for Plaintiff's counsel and Defendants' counsel review and approval certifying the completion and results of the class notice and related processes.

5 court days before final approval hearing

Last day for filing and service of papers in support of final settlement approval and requests for attorneys' fees and expenses, and class representative service award.

- 9 -

	6
	7
	8
	6 7 8 9
	10
4.	11
LEONAKI) CAKUEK, LLP ATTORNEYS 1330 BROADWAY, SUITH 1450 OAKLAND, CA 94612 TELz (510) 272-0169 FAX: (510) 272-0174	12
LEONARD CARDER, LLP ATTORNEYS 1330 BROADWAY, SUITE 1450 OAKLAND, CA 94612 (510) 272-0169 FAX: (510) 272	13
CAKU CORNE DWAY, 8 ND, CA 69 FA	14 15
ONAKI ATI BROAI OAKLA) 272-01	15
7330 1330 14 (510)	16
F	17
	18
	19
	20
	21 22
	22

TO BE DETERMINED	Date for Hearing on Plaintiff's Motion for Final Approval of Class Action Settlement.
Within 10 days of the Settlement Effective Date ¹² .	Settlement Administrator to make the final calculation of payments from the Net Settlement Fund to be distributed to the Settlement Class Members and provide all Counsel with a report listing the amount of all payments to be made to each Eligible Settlement Class Member from the Net Settlement Fund.
Within 20 days of Settlement Effective Date	Settlement Administrator to distribute and pay from the Settlement Fund: (1) Settlement share checks to all Eligible Settlement Class Members; (2) awarded attorneys' fees and reimbursed litigation expenses to Plaintiff's counsel; (3) check for the class representative's service award; and (4) administration costs paid to the Settlement Administrator.
120 days after distribution of checks to Eligible Settlement Class Members	Expiration / void date for checks distributed to Eligible Settlement Class Members.
Within 180 days of Settlement Effective Date.	Settlement Administrator to pay any residual funds in the settlement fund to the <i>cy pres</i> beneficiary.
Within 200 days of Settlement Effective Date.	Settlement Administrator to provide counsel with sworn certification Plaintiff to submit final Settlement Administrator's report regarding all payments and the <i>cy pres</i> distribution, if any.
Within 220 days of Settlement Effective Date.	Plaintiff to submit final Settlement Administrator's report regarding all payments and the <i>cy pres</i>

distribution, if any.

Under the terms of the settlement, the "Effective Date" means the date by which this Settlement is finally approved as provided herein and the Superior Court's Final Judgment becomes binding. For purposes of this Settlement Agreement, the Final Judgment becomes binding upon entry of the Court's order granting final approval, except if any Class Member objects to the settlement. In the event of any objections, the Effective Date means the later of: (i) the day after the last day by which a notice of appeal to the California Court of Appeal of the Final Judgment may be timely filed, and none is filed; (ii) if an appeal is filed, and the appeal is finally disposed of by ruling, dismissal, denial or otherwise, the day after the last date for filing a request for further review of the Court of Appeal's decision passes, and no further review is requested; (iii) if an appeal is filed and there is a final disposition by ruling, dismissal, denial, or otherwise by the Court of Appeal, and further review of the Court of Appeal's decision is requested, the day after the request for review is denied with prejudice and/or no further review of the judgment can be requested, or (iv) if review is accepted, the day the California Supreme Court affirms the Stipulation of Settlement.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

The Proposed Settlement Well Warrants Preliminary Approval. В.

At the preliminary approval stage, the Court has broad powers to determine whether the proposed settlement is fair under the circumstances of the case. See Wershba, 91 Cal. App. 4th at 234-35; Mallick v. Super. Ct., 89 Cal. App. 3d 434, 438 (1979). Preliminary approval is warranted if the settlement falls within "the range of reasonableness." See N. County Contractor's Ass'n., Inc. v. Touchstone Ins. Servs., 27 Cal. App. 4th 1085, 1089-90 (1994); Chavez v. Netflix, Inc., No. CGC-04-434884, 2005 WL 3048041, at *1 (S.F. County Super. Ct. Oct. 27, 2005); Newberg § 11:25.

For preliminary approval, the court makes an "initial evaluation" of the fairness of the proposed settlement on the basis of written submissions and informal presentation from the settling parties. See Manual for Complex Litigation, § 21.632.13 To make the fairness determination, the court must consider several factors, including "the strength of Plaintiff's case, the risk, expense, complexity and likely duration of further litigation, the risk of maintaining class action status through trial, the amount offered in settlement, the extent of discovery completed and the stage of the proceedings, [and] the experience and views of counsel." Kullar, 168 Cal. App. 4th at 128 (quoting Dunk v. Ford Motor Co., 48 Cal. App. 4th 1794, 1801 (1996)). The court may consider other factors as well when balancing and weighing the circumstances of each case with the settlement terms proposed. See Wershba, 91 Cal. App. 4th at 245. The court must ensure that "the agreement is not the product of fraud or overreaching by, or collusion between, the negotiating parties, and that the settlement, taken as a whole, is fair, reasonable and adequate to all concerned." Hanlon, 150 F.3d at 1027.

The California standard for approval of class settlements is similar to the federal standard: the settlement should be fair, reasonable, and adequate for class members overall. Dunk, 48 Cal. App. 4th at 1801. A presumption of fairness exists where: (1) the settlement is reached through

¹³ The Manual for Complex Litigation summarizes the preliminary approval criteria as follows:

The judge should make a preliminary determination that the proposed class satisfies the [class certification] criteria The judge must make a preliminary determination on the fairness, reasonableness, and adequacy of the settlement terms and must direct preparation of the notice of the certification, proposed settlement, and the date of the final fairness hearing.

^{§ 21.632;} see also Newberg § 11.25.

OAKIAND, CA 94612 TEL: (510) 272-0169 FAX: (510) 272-0174

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

arm's-length bargaining; (2) investigation and discovery are sufficient to allow counsel and the court to act intelligently; (3) counsel is experienced in similar litigation; and (4) the percentage of objectors is small. Id. at 1802; Wershba, 91 Cal. App. 4th at 245.

The Court should view these factors and, in its final analysis, ensure that the proposed settlement represents a reasonable compromise given the magnitude and apparent merit of the claims being released, discounted by the risks and expenses of attempting to establish and collect on those claims by pursuing the litigation. Kullar, 168 Cal. App. 4th at 129. The information that this Court needs to perform this analysis is contained in this Memorandum of Points and Authorities, and in the accompanying Declaration of David Pogrel ("Pogrel Decl."), the contents of which are summarized here.

The Settlement Is Within the Range of Reasonableness. 1.

The Settlement results in a substantial benefit to all Class Members: \$950,000, an amount that represents approximately 41.3% of the estimated expense reimbursement claims, including interest, that could be awarded to the Advertising Sales Representatives should this matter be litigated to a fully successful conclusion. ¹⁴ The Settlement Class Members will share in a Net Settlement Fund of approximately \$688,899, after deductions for attorneys' fees and expenses, class representative service awards, and settlement administration costs. 15 The average net payout to Settlement Class Members will be approximately \$9,700, or approximately \$67.80 per week worked during the class period. 16 25 of the Class members will receive over \$16,400. 17 These are significant payments being made to all Class Members, given the degree of risk on class certification, liability, and damages, and certainty of delay involved in further litigation as explained herein and in the Plaintiff's attorney's declaration.

The Settlement Is the Product of Informed, Arm's-Length Negotiations. 2.

California courts recognize that "a presumption of fairness exists where . . . [a] settlement is reached through arm's-length bargaining." Wershba, 91 Cal. App. 4th at 245; see also Clark v. Am. Residential Servs. LLC, 175 Cal. App. 4th 785, 799 (2009). Here, the Settlement was reached

Pogrel Decl., ¶20; Declaration of James Sean McGuire (Administrator Decl."), ¶9.

¹⁶ Pogrel Decl., ¶¶20-21; Administrator Decl., ¶ 12, 14.

Administrator Decl., ¶ 14.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

following extensive investigation on Plaintiff's part, substantial informal exchanges of information and data prior to mediation, preparation and exchange of detailed mediation briefs, which included damages models, and bargaining facilitated by an experienced mediator. In reaching settlement, counsel on both sides relied on their respective substantial litigation experiences in similar employment class actions, including other expense reimbursement cases, and conducted thorough analysis of the legal and factual issues presented in this case. 18 See, e.g., Lewis v. Starbucks Corp., No. 2:07-cv-00490-MCE-DAD, 2008 WL 4196690, at *6 (E.D. Cal. Sept. 11, 2008) ("approval of a class action settlement is proper as long as discovery allowed the parties to form a clear view of the strengths and weaknesses of their cases").

Defendant Would Contest Class Certification and Liability on All Issues. 3.

The reasonableness of the Settlement is underscored by the fact that UNIVISION has legal and factual grounds available to defend this action. Based upon Plaintiff's attorneys' experience litigating similar matters, they would reasonably expect a vigorous and lengthy defense to both class certification and the merits absent a settlement. While Plaintiff's counsel remain confident that UNIVISION violated Labor Code section 2802, continued litigation would be costly, time consuming, and uncertain in outcome. Plaintiff would still have to litigate class certification, establish class-wide liability, and then prove up various issues regarding damages. Such efforts would likely take years, and necessitate expert witness testimony, as well as other costs, risks, and potential delays. Appellate risks could further delay and jeopardize recovery. By contrast, the Settlement ensures timely relief and substantial recovery of the expenses Plaintiff contends are owed to the Settlement Class.

Plaintiff is obliged to bring information about UNIVISION's defenses to the Court's attention for evaluation of the settlement and attendant risks of further litigation. See Kullar, 168 Cal. App. 4th at 129 (court bears the responsibility to ensure recovery is a reasonable compromise based on, among other items, the risks of establishing the claims alleged). Above all, UNIVISION contends that Plaintiff's claims are not suitable for class certification for many reasons, including varying duties and different driving, and client gift/entertainment purchase patterns within the class

requiring an individual-by-individual analysis that would preclude certification. UNIVISION also contends that each Advertising Sales Representative will have to prove that each of his or her business expenses was necessary and explain why s/he did not seek reimbursement from UNIVISION at the time s/he incurred the expense. UNIVISION further asserts that issues of the amount of individual damages will overwhelm any common issues on both claims. Plaintiff's counsel disagree with UNIVISION and believe that each of these claims would have been successfully tried on a class-wide basis through representative testimony from the Advertising Sales Representatives, management testimony, statistical sampling and expert testimony, and company documents; but they also recognize that such procedures raise difficult management and proof issues and, accordingly, there is a risk that the Court may have denied class certification or, if it initially certified the class, later decertified it if the trial procedures appeared to become unmanageable.

Plaintiff's counsel further recognizes that there is risk on the merits, as there would likely be disputes over several legal and factual issues. Such issues include whether UNIVISION could prove its defense that it had a valid expense reimbursement policy and whether its "Concur" expense reimbursement system complied with Labor Code §2802. While Plaintiff's counsel believes they would have prevailed on these issues and others, they understand that a fact finder may have found for Defendant on any one or more of these issues and/or found the damages to be significantly less than what Plaintiff claims.

4. The Class Representative Service Payment is Reasonable.

The proposed class representative service award payment for Alicia Devora is intended to recognize her initiative, risk, and effort on behalf of the Settlement Class. Courts routinely approve class representative service payments, a.k.a. incentive awards, to compensate named Plaintiffs for the services they provide and the risks they incur during class action litigation. See In re Cellphone Fee Termination Cases, 186 Cal. App. 4th 1380, 1393 (2010); see also Bell v. Farmers Ins. Exch., 115 Cal. App. 4th 715, 726 (2004) (upholding "service payments" to named plaintiffs for efforts in bringing the case); Manual for Complex Litigation, § 21.62, fn. 971 (noting that such awards "may sometimes be warranted for time spent meeting with Class Members, monitoring cases, or

2

3

4

5

6

11

14

27

26

28

Id.

responding to discovery"). In approving incentive awards, courts frequently approve awards of \$15,000 or more to individual class representatives. ¹⁹

The "criteria courts may consider in determining whether to make an incentive award include: 1) the risk to the class representative in commencing suit, both financial and otherwise; 2) the notoriety and personal difficulties encountered by the class representative; 3) the amount of time and effort spent by the class representative; 4) the duration of the litigation; and 5) the personal benefit (or lack thereof) enjoyed by the class representative as a result of the litigation." *In re Cellphone Fee Termination Cases*, 186 Cal. App. 4th at 1394-95 (quoting *Van Vranken*, 901 F. Supp. at 299). All of the above factors support the service awards requested here.

In the present case, the factors justifying a service award for Alicia Devora are based on her declaration, which are submitted herewith. Ms. Devora has stepped forward and filed this case as the sole Plaintiff, shouldering all of the burden and risk. She decided to pursue the case, and now as a result 70 others will benefit from her service.

Ms. Devora both assisted counsel in investigating the case through telephone calls and meetings; locating, organizing, and providing documents to counsel; and assisting counsel in contacting prospective witnesses, preparing for and attending mediation in Los Angeles and assisting with final deal points.²⁰ In total, Ms. Devora spent approximately 36 to 42 hours to bring about this result for the class.²¹ Ms. Devora will also receive little personal benefit from this settlement except for this service award, as her estimated individual settlement share is estimated at

¹⁹ See, e.g., Hasty v. Elec. Arts, Inc., No. CIV 444821 (San Mateo County Super. Ct., Sept. 22, 2006) (\$30,000 to the class representative in a wage and hour class action); Butler v. Countrywide Home Loans, Inc., No. BC 268250 (L.A. County Super. Ct. June 27, 2005) (in a wage and hour class action, \$150,000 to two named plaintiffs and \$115,000 to third named plaintiff); Meewes v. ICI Dulux Paints, No. BC265880 (L.A. County Super. Ct. Sept. 19, 2003) (\$50,000, \$25,000 and \$10,000 to the named plaintiffs); Cook v. Niedert, 142 F.3d 1004 (7th Cir. 1998) (\$25,000 incentive award); Ingram v. The Coca-Cola Co., 200 F.R.D. 685 (N.D. Ga. 2001) (\$303,000 payment to each class representative plaintiff in employment case settling before class certification); Mousai v. E-Loan, Inc., No. C 06-01933 SI (N.D. Cal. May 31, 2007) (service award of \$20,000 to named plaintiff in wage and hour case); Martens v. Smith Barney, No. 96 Civ. 3779, 1998 WL 1661385, at *4 (S.D.N.Y. July 28, 1998) and 181 F.R.D. 243, 262 (S.D.N.Y. 1998) (payments of up to \$150,000 for named plaintiffs, for a total of \$1.9 million in incentive payments for employment case settling prior to class certification); Butler v. Home Depot, Inc., No. C 94-4335 SI (N.D. Cal. Jan. 14, 1998) (\$31,155 to named plaintiff Jamie Wilson in recognition of the risk and potential liability related to being a plaintiff and in consideration of the time and effort she expended in the litigation); Roberts v. Texaco, 979 F. Supp. 185 (S.D.N.Y. 1997) (\$85,000 for named plaintiff in employment case settling prior to class certification); see also Van Vranken v. Atl. Richfield Co., 901 F. Supp. 294, 300 (N.D. Cal. 1995) (\$50,000 participation award in an Economic Stabilization Act case). Declaration of Alicia Devora ("Devora Decl."); ¶¶ 4-12, filed herewith.

Ms. Devora also incurred significant personal risk by suing UNIVISION, a significant employer in California radio, in particular Latino radio. *See Does I thru XXIII v. Advanced Textile Corp.*, 214 F.3d 1058, 1073 (9th Cir. 2000) ("fear of employer reprisals will frequently chill employees' willingness to challenge employers' violations of their rights"); *see also Rivera v. NIBCO, Inc.*, 364 F.3d 1057, 1064 (9th Cir. 2004). *Mitchell v. Robert DeMario Jewelry, Inc.*, 361 U.S. 288, 292 (1960) ("[I]t needs no argument to show that fear of economic retaliation might often operate to induce aggrieved employees quietly to accept substandard conditions.") As Ms. Devora's name and his position in this lawsuit is readily apparent from internet searches or reference to the Court's website, she risks retaliation from current and future employers for the indefinite future. Plaintiff was, and still is, concerned about the risk of such adverse treatment but nevertheless participated in this litigation on behalf of her co-workers who can now collect substantial settlements.²³

In addition, Plaintiff will be required to execute a general release of all claims against UNIVISION, which includes a waiver of unknown claims and his rights under California Civil Code § 1542.²⁴ Plaintiff has thus sacrificed significantly more than the absent Class Members.

This suit is precisely the type of litigation that supports and promotes the public policies that prohibit employers from passing on their business risks and losses to their employees by failing to reimburse employees for business expenses. Payment of the award from the class fund advances the public policies underlying the statutory schemes upon which Plaintiff's claims are based by promoting the enforcement of employees' rights to reimbursement of business expenses they incur on behalf of their employers.

Finally, the requested enhancement awards are reasonable in relation to the Settlement Awards the remainder of the Settlement Class will receive; the proposed enhancement of \$5,000

²² Pogrel Decl., ¶¶ 39-40.

Devora Decl., ¶¶13-14.

Pogrel Decl., Exh. 1 (Settlement Agreement), ¶¶ 36-37.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

amounts to 0.53% of the total Settlement Amount, and the request is less than the average Class Member's recovery of nearly \$9,700. This proposed enhancement could not be more different from those that were disapproved in Clark v. American Residential Services, LLC, 175 Cal. App. 4th 785, 805 (2009), where the court ruled that "[a]n enhancement that gives the named plaintiff at least 44 times the average payout to a class member simply cannot be justified." Accordingly, the payment to the representative plaintiff is appropriate and justified as part of the overall Settlement. Id.

The Requested Attorneys' Fees and Costs Are Reasonable. 5.

Plaintiff and the Settlement Class are entitled to recover their attorneys' fees and costs for their claims for expense reimbursements See Labor Code § 2802; Code Civ. Proc. § 1021.5(a). Plaintiff's Counsel understands that the Court does not make its final determination on the propriety of attorneys' fees and costs until the final approval stage, but here provides the court with a summary of the facts and arguments in support of the requested award to enable the Court to understand the basis of the request.

The Common Fund Approach Is Warranted in This Case.

An award of attorneys' fees can be calculated as a percentage of a common fund. See Wershba, 91 Cal. App. 4th at 254; Lealao v. Beneficial Cal., Inc., 82 Cal. App. 4th 19, 26-30 (2000). Courts in California and elsewhere have long recognized the "common fund" doctrine, which establishes that attorneys who create a common fund or benefit for a group of persons may be awarded their fees and costs out of the fund. Bell, 115 Cal. App. 4th at 726, 765 (25% awarded as a percentage of the common fund in unpaid overtime case); Apple Computer, Inc. v. Super. Ct., 126 Cal. App. 4th 1253, 1270 (2005) (whether calculated as percentage of common fund or feeshifting statutes using lodestar, "ultimate goal is the award of a reasonable fee to compensate counsel for their efforts irrespective of the method of calculation"); Wershba, 91 Cal. App. 4th at 254 (recognizing both the "percentage of recovery" and "lodestar/ multiplier" methods); Lealao, 82 Cal. App. 4th at 26-50 (discussing fees under common fund and fee-shifting statutes and use of common fund as a "cross check" of fee-shifting award); Vincent v. Hughes Air West, Inc., 557 F.2d 759, 769 (9th Cir. 1977).

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

The Second District Court of Appeal recently reconfirmed the propriety of the common fund approach to attorneys' fees in LaFitte v. Robert Half International, Inc., 180 Cal. App. 3d 136 (October 29, 2014). There the Court reviewed the history or fee awards, described above, and held that it is appropriate to approve fee awards on a percentage basis when the settlement at issue results in the establishment of a common fund that is available for the benefit of a class. LaFitte, 180 Cal. App. 3d at 147-48.

"[W]hen a number of persons are entitled in common to a specific fund, and an action brought by a plaintiff or plaintiffs for the benefit of all results in the creation or preservation of that fund, such plaintiff or plaintiffs may be awarded attorneys' fees out of the fund." Serrano v. Priest, 20 Cal. 3d 25, 34 (1977) ("Serrano III"); see also The Boeing Co. v. Van Gemert, 444 U.S. 472, 478 (1980) ("[A] lawyer who recovers a common fund . . . is entitled to a reasonable attorney's fee from the fund as a whole."); see also Consumer Cause, Inc. v. Mrs. Gooch's Natural Food Markets, Inc., 127 Cal. App. 4th 387, 397 (2005) (the common fund doctrine is "frequently applied in class actions when the efforts of the attorney for the named class representatives produce monetary benefits for the entire class")

Because our legal system relies upon private litigants "to enforce substantive provisions of law through class and derivative actions, attorneys providing the essential enforcement services must be provided incentives roughly comparable to those negotiated in the private bargaining that takes place in the legal marketplace, as it will otherwise be economic for defendants to increase injurious behavior." Lealao, 82 Cal. App. 4th at 47. Indeed, there has been a "ground swell of support for mandating the percentage-of-the-fund approach in common fund cases." LaFitte, 180 Cal. App. 3d at 148. Significantly, the Ninth Circuit now prefers the percentage-of-the-fund approach in common fund cases. Id; see also In re Pac. Enters. Sec. Litig., 47 F.3d 373, 379 (9th Cir. 1995); Paul, Johnson, Alston & Hunt v. Graulty, 886 F.2d 268 (9th Cir. 1989).

Moreover, one of the additional advantages of the common-fund approach – and one that is well reflected by this Settlement – is that it rewards attorneys who efficiently resolve a dispute with minimal Court intervention and little time or risk incurred by the Class Members:

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Class Counsel has undertaken representation at their own expense, with compensation contingent on providing a benefit to the class. Class Members will now substantially benefit by the terms of the Settlement. Because there is a defined and clearly traceable monetary benefit to the class, the Court can base an award of attorneys' fees on the class members' benefit, using a common fund approach to compensate Counsel. The requested fee is fair compensation for obtaining an excellent result for the Class and, in doing so, undertaking complex, risky, expensive, and time-consuming litigation on a contingent basis.

The Percentage Requested by Class Counsel Is Reasonable. b.

The traditional method for calculating a common fund fee is to award a percentage of the total fund. See, e.g., Blum v. Stenson, 465 U.S. 886, 900 n.16 (1984); Six (6) Mex. Workers v. Ariz. Citrus Growers, 904 F.2d 1301, 1311 (9th Cir. 1990); Lealao, 82 Cal. App. 4th at 26; Melendres v. City of Los Angeles, 45 Cal. App. 3d 267, 278 (1975). The percentage-of-the-fund method is appropriate for a number of well-recognized reasons. One of the most important is that the percentage method accomplishes fee spreading in a manner that comports with the legal marketplace, where counsel's success is frequently measured in terms of the results counsel have achieved. See Swedish Hosp. Corp. v. Shalala, 1 F.3d 1261, 1269 (D.C. Cir. 1993) (in common fund cases "the monetary amount of the victory is often the true measure of [counsel's] success"). By assessing the amount of the fee in terms of the amount of the benefit conferred on the class, the percentage method "more accurately reflects the economics of litigation practice" which, "given the uncertainties and hazards of litigation, must necessarily be result oriented." Id. (internal quotation marks and citation omitted).

California courts have customarily approved payments of attorneys' fees amounting to as much as the one-third of the common fund in comparable wage and hour class actions.²⁵ The

²⁵ Parker v. City of L.A., 44 Cal. App. 3d 556, 567-68 (1974) (33.3%); Barrett v. The St. John Cos. (L.A. County Super, Ct., No. BC 354278, July 9, 2009) (in a wage and hour class action, 33% award); Case, et al. v. Toyohara Am. Inc., (L.A. County Super, Ct., No. BC328111, May 31, 2006) (in a wage and hour class action, 33% award); Sunio v. Marsh USA, Inc., (L.A. County Super, Ct., No. BC328782, Apr. 28, 2006) (in a wage and hour class action, 33% award); Tokar v. GEICO, (San Diego County Super. Ct., No. GIC 810166, July 9, 2004) (approving award of attorney's fees of 33-1/3% of recovery in a wage and hour class action); Big Lots Overtime Cases (San Bernardino County Super, Ct., JCC Proceeding No. 4283, Feb. 4, 2004) (approving award of attorneys' fees of one-third of the recovery); Miskell v. Auto. Club of S. Cal. (Orange County Super. Ct., No. 01CC09035, May 27, 2003) (same); Ellmore v. Ditech Funding Corp. (C.D. Cal., No. SAVC 01-0093, Oct. 21, 2002) (same); Davis v. The Money Store,

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

recent Lafitte opinion approved such an award and noted that a one-third fee award is "consistent with, and in the range of awards in other class action lawsuits." LaFitte, 180 Cal. App. 3d at 148 (citing Chavez v. Netflix, Inc. 162 Cal. App. 4th 43 (2008); Bell, 115 Cal. App. 4th at 726; Fischel v. Equitable Life Assur. Society of U.S., 307 F.3d 997, 1006 (9th Cir. 2002)). Here, Plaintiffs' attorneys seek an award of 25% of the common fund for their attorneys' fees, and respectfully suggests that this figure is reasonable given the excellent results achieved.

Class counsel further request reimbursement of actual litigation costs up to \$8,000. Class Counsel has presented a detailed accounting of their costs showing actual costs through November 30, 2014, of \$8,306.26 Class Counsel have reasonably incurred these costs during the course of litigating this case and will continue to incur additional expenses throughout the settlement approval, implementation, payment, and reporting process. Counsel estimate that the additional costs will be between \$200 and \$500.27 If requested, counsel will provide this Court with a complete accounting of their costs in camera, either now and/or at the final approval stage. Counsel's final cost number will exceed the \$8,000 maximum, but their cost request is capped at that figure.

The Fee Request is Reasonable and Appropriate Under the Lodestar/Multiplier Approach.

Class counsel also submit here their summaries of the attorneys' and paralegals' billable hours to conduct a lodestar cross-check of the proposed percentage-based common fund award, and/or examine the proposed fee amount on the basis of the lodestar plus (or minus) adjustments.²⁸ Should the Court require review of counsel's detailed and contemporaneous billing records, counsel will provide such records for the Court's review in camera.

As the California Supreme Court explained in Ketchum v. Moses, 24 Cal. 4th 112 (2001), "fee awards should be fully compensatory" and also "adjusted in some manner to reflect the fact that the fair market value of legal services provided on [the fair market value] basis is greater than

Inc. (Sacramento County Super. Ct., No. 99AS01716, Dec. 26, 2000) (same); Barela v. Ralph's Grocery Co., (L.A. County Super. Ct., No. BC070061, June 5, 1998) (same).

Pogrel Decl., ¶ 32-33 and Exh. E. This figure does not include costs of settlement administration.

Pogrel Decl., ¶ 32.

Pogrel Decl., ¶¶ 29-33

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

the equivalent noncontingent hourly rate." Id. at 1132-33. Thus, attorneys' fee awards often include significant lodestar enhancements through the application of multipliers. Factors that can justify a multiplier to class counsel include the complexity of issues in a case, the contingent nature of the litigation, and the amount at stake and results obtained by Class Counsel. See Serrano, 20 Cal. 3d. at 49; Lealao, 82 Cal. App. 4th at 45-46. While Plaintiff here requests fees under the percentage-of-the-fund approach and submits that this request is reasonable in this case, Class Counsel respectfully suggests that all these factors are present here and also justify the requested fees based on a multiplier that sufficiently rewards the attorneys for their work performed, results achieved, and risk incurred.

1. Class Counsel's Lodestar is Supported by Billing Records.

Class Counsel's declaration describes his firm's billing procedures and work performed.²⁹ In addition, time summaries, and detailed billing records if requested, are available to the Court for review. These submissions describe the various categories of work that counsel needed to undertake to prosecute the case effectively. The contemporaneous record summaries and declarations of counsel provide ample support for Class Counsel's lodestar. See Horsford v. Board of Trustees, 132 Cal. App. 4th 359, 396 (2005) ("the verified time statements of the attorneys, as officers of the court, are entitled to credence in the absence of a clear indication that the records are erroneous").

2. The Proposed Multiplier is Reasonable.

Counsel's Lodestar as of November 30, 2014 was approximately \$109,173.30 Counsel is therefore seeking a 2.18 multiplier of counsel's then-current lodestar, a number that has already declined and will decline further following the substantial work required to finalize and implement this settlement. Counsel's final multiplier will be approximately 1.8 to 1.9 if their lodestar increases to \$125,000 or \$130,000 by the conclusion of the litigation, as expected.³¹ Counsel respectfully suggest that such a multiplier is warranted here, if the lodestar method is used to determine fees, given the outstanding result achieved in an efficient manner, and the contingent

Pogrel Decl., ¶¶ 13-21; 29-31.

Pogrel Decl., ¶ 30, 33.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

risk and investment of time and resources of Class Counsel. Such a resulting multiplier on counsel's reasonable lodestar is well within what courts have considered to be reasonable. See Wershba, 255 ("[m]ultipliers can range from 2 to 4, or even higher"); Chavez v. Netflix, Inc. 162 Cal. App.4th 43, 66 (2008) (rejecting an objector's argument that a 2.5 multiplier was "out of line with prevailing case law"); City of Oakland v. Oakland Raiders, 203 Cal. App. 3d 78 (1988) (affirming a multiplier of 2.34); Sternwest Corp. v. Ash, 183 Cal. App. 3d 74, 76 (1986) (noting multipliers range from 2 to 4 or higher); Glendora Community Redevelopment Agency v. Demeter, 155 Cal. App. 3d 465, 479-81 (1984) (affirming a 12-times multiplier of counsel's hourly rate and expressly rejecting the argument that the requested fee was exorbitant or unconscionable); Vizcaino v. Microsoft Corp., 290 F.3d 1043, 1052-54 (9th Cir. 2002) (surveying 24 common-fund fee award cases where the percentage fee recovery was cross-checked with the lodestar and finding that the resulting multipliers were as high as 10.6 and the average multiplier was 3.32). Finally, Class Counsel's recovery in this case should not be reduced to a lower multiplier because they were successful in obtaining an ample settlement of the case at an early stage and they were able to negotiate and resolve the case efficiently. See, e.g., Lealao, 82 Cal. App. 4th 19 at 52 (2000) ("the promptness of settlement cannot be used to justify the refusal to apply a multiplier to reflect the size of the class recovery without exacerbating the disincentive to settle promptly inherent in the lodestar methodology").

The Proposed Notice Is Reasonable. D.

In order to protect the rights of absent class members, the court must provide the best notice practicable of a potential class action settlement. See Phillips Petroleum Co. v. Shutts, 472 U.S. 797, 811-12 (1985); Eisen v. Carlisle & Jacquelin, 417 U.S. 156, 174-75 (1974). The primary purpose of procedural due process is to provide affected parties with the right to be heard at a meaningful time and in a meaningful manner. It does not guarantee any particular procedure but rather requires only notice reasonably calculated to apprise interested parties of the pendency of the action affecting their interests and an opportunity to present their objections. Ryan v. Cal. Interscholastic Fed'n - San Diego Section, 94 Cal. App. 4th 1048, 1072 (2001).

LEONARD CARDER, LLP ATTORNEYS 1330 BROADWAY, SUITH 1450 OAKLAND, CA 94612 TEL: (510) 272-0169 FAX: (510) 272-0174

a. The Proposed Class Notice is accurate, informative, and neutral.

The Notice (Exhibit 1 to the Settlement Agreement) informs the Settlement Class Members about the terms of the Settlement. The Settlement Share Form (Exhibit 2 to the Settlement Agreement) will be sent with the Notice, and will contain a computation of each Settlement Class Member's estimated individual settlement award, the underlying dates of employment and previous reimbursements used for that computation, and information about the procedure by which the Settlement Class Member may challenge the data. The Notice informs Settlement Class Members of the date and location of the final approval hearing. The Notice further explains that if the Settlement Class Members wish to object to the Settlement, they must send the administrator a written statement objecting to the settlement and informs them of the deadline for doing so.

Finally, the Notice informs Settlement Class Members of their right to opt out of the Settlement and the process for doing so by submitting an executed statement of his or her election not to participate in the class action, and informs them of the deadline for doing so. Accordingly, the Notice complies with the standards of fairness, completeness, and neutrality required of a settlement notice disseminated under authority of the Court. Fed. R. Civ. P. 23(c)(2), (e); Newberg §§ 8:21, 8:39; Manual § 21.312.

b. The Proposed Class Notice satisfies due process.

Preliminary approval of the Settlement will enable notice to go out to Settlement Class Members in the manner best calculated to ensure that they are alerted to the terms of the Settlement and provided with the opportunity to respond to it. UNIVISION has already provided the Settlement Administrator with the names, most current mailing addresses, telephone numbers, social security numbers, tenure dates as Advertising Sales Representatives in California and the expense reimbursement paid to each Class Member through UNIVISION's Concur system during the Settlement Class Period – all as contained in UNIVISION's records – for the Settlement Class Members.

Within twenty-five days of preliminary approval, the Settlement Administrator will mail the court-approved Notice of Class Action Settlement and Settlement Share Form (collectively "Notice

- 23 -

3 -

A copy of the proposed Notice is attached as Exhibit 1 to the Settlement Agreement, which is attached to the Pogrel Decl. as Exhibit A.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

26

27

28

Packet") to all identified Settlement Class Members via first-class regular U.S. Mail. The Notice Packet will be sent to the mailing address information provided by UNIVISION from its employment records, unless modified by any updated address information that the Settlement Administrator obtains in the course of administration of the Settlement.

If a Notice is returned because of an incorrect address, the Settlement Administrator will search for a more current address for the Class Member and re-mail the Notice and accompanying papers to the Settlement Class Member.

Because the Settlement Class Members are UNIVISION's current and former employees, notice in this matter is simpler than in other types of class actions. The proposed notice plan, calling for first-class mailed notice to all Settlement Class Members, meets constitutional standards and should be approved. See, Starbucks, 2008 WL 4196690, at *5 ("Notice by mail is sufficient to provide due process to known affected parties."); Cartt v. Super. Ct., 50 Cal. App. 3d 960 (1975); Home Sav. & Loan Ass'n. v. Super. Ct., 42 Cal. App. 3d 1006, 1013-14 (1974); Cooper v. Am. Sav. & Loan Ass'n., 55 Cal. App. 3d 274, 284 (1976).

The Court Should Also Approve the Claims Administrator and Confirm Its Ε. Responsibilities.

The parties have selected Kurtzman Carson Consultants, LLC ("KCC"), an experienced claims administrator, to serve as the Settlement Administrator to administer the mailing of class notice and to administer various components of the proposed settlement.³³ Based on Plaintiff's counsel's experience and familiarity with KCC's work handling class notices and administering class notices, settlements, and claims processes in other cases, Plaintiff's counsel believes that KCC is highly qualified to serve as Settlement Administrator in this case.³⁴ KCC has provided the parties with a detailed estimate that the claims administration process will cost \$10,601.35

³³ Pogrel Decl., ¶ 34; Administrator Decl., ¶ 7.

³⁴ Pogrel Decl., ¶ 34.

Administrator Decl., ¶ 7-8. This cost is an estimate and may increase if the Settlement Administrator assumes additional responsibilities beyond those contemplated by Counsels' description of the work. KCC's estimate does not include, for example, the costs of administering any second distribution to class members due to the Settlement Administrator's inability to locate some class members in this non-reversionary settlement environment. Pogrel Decl., ¶ 34.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

V. CONDITIONAL CERTIFICATION OF THE CLASS

California courts are authorized to adjudicate class-wide claims based on a common course of conduct. Sav-On v. Super. Ct., 34 Cal. 4th 319, 331 (2004) (common issues may be present when defendant's alleged wrongful acts are allegedly the same with regards to each class member). California law and policy favor the fullest and most flexible use of the class action procedure, so any doubts as to the appropriateness of certification should be resolved in favor of certification. See Sav-On, 34 Cal. 4th at 339, 340; Vasquez, 4 Cal. 3d at 821; Richmond v. Dart Indus., 29 Cal. 3d 462, 473-74 (1981).

Class certification is appropriate when (1) the class is ascertainable, and (2) there is a welldefined community of interest in the questions of law and fact involved affecting the parties to be represented. Sav-On, 34 Cal. 4th at 326; Linder, 23 Cal. 4th at 435. The "community of interest" element embodies three factors: (1) predominant common questions of law or fact; (2) class representatives with claims or defenses typical of the class; and (3) class representatives who can adequately represent the class. Sav-On, 34 Cal. 4th at 326. Finally, the court must determine that a class action proceeding is the superior means for the fair and efficient adjudication of the litigation. Id. at 326. For settlement purposes, each of these prerequisites must be met. 36 See Wershba, 91 Cal. App. 4th at 237-38. Here, each of the requirements for class certification is met.³⁷

The Proposed Class Is Ascertainable.

The members of the Settlement Class are ascertainable through UNIVISION's own records. See Rose v. City of Hayward, 126 Cal. App. 3d 926, 932 (1981) (finding that "[c]lass members are 'ascertainable' where they may be readily identified without unreasonable expense or time by reference to official records"). UNIVISION has already compiled the necessary information to identify the Settlement Class Members and has already gathered and organized the dates in the class position, dates of termination, and last-known addresses for its current and former employees.

³⁷ For settlement purposes only, SBS does not oppose Plaintiff's contentions regarding provisional certification of a class.

State law class certification requirements under Code of Civil Procedure Section 382 mirror the federal law requirements under Federal Rule of Civil Procedure 23 of numerosity, typicality of the class representative's claims, adequacy of representation, predominance of common issues, and superiority. See Hanlon, 150 F.3d at 1019, 1023.

11

22

23

24

25

26

27

28

The ascertainability requirement is thus met.

The Proposed Class Is Sufficiently Numerous. В.

The numerosity requirement is met if the class is so large that joinder of all members would be impracticable. See Gentry, 42 Cal. 4th at 460; Bell, 115 Cal. App. 4th at 745. UNIVISION's records show that there will be 71 Settlement Class Members who worked as Advertising Sales Representatives in California during the Class Period. Joinder of all of these individuals would be impracticable, and a class-wide proceeding is preferable and superior because this number is sufficiently large. Cf. Hebbard v. Colgrove, 28 Cal. App. 3d 1017, 1030 (1972) (certifying class with only 28 members); Rose, 126 Cal. App. 3d at 934 (class of 42 sufficiently numerous).

C. The Commonality Requirement Is Met.

The commonality requirement is met when there are questions of law and fact common to the class. See Sav-On, 34 Cal. 4th at 326-27; Hanlon, 150 F.3d at 1019. Commonality requires only that common legal or factual questions predominate; the Plaintiffs need not show that all issues in the litigation are identical. See Sav-On, 34 Cal. 4th at 328, 332-33; Richmond, 29 Cal. 3d at 47. The legality of UNIVISION's expense reimbursement policies and practices for its Advertising Sales Representatives is central to the commonality inquiry. Cf. City of San Jose v. Super. Ct., 12 Cal. 3d 447, 460 (1974); Vasquez, 4 Cal. 3d at 810, 812-13.

Where the defendant employer's policy or conduct is uniformly directed at a class of employees, as it is here, the class-wide impact of the defendant's policies satisfies the commonality requirement. See Sav-On, 34 Cal. 4th at 331 (upholding class certification, where the common issue was whether the employer properly classified grocery store managers as exempt from California's overtime requirements); Vasquez, 4 Cal. 3d at 810-11; Stephens v. Montgomery Ward & Co., Inc., 193 Cal. App. 3d 411, 421 (1987). For example, class certification was deemed appropriate where a municipal employer failed to include certain amounts (such as allowances to buy uniforms and ammunition) in calculating police officers' and firefighters' "final compensation" for the purpose of computing retirement benefits. Rose, 126 Cal. App. 3d 926 (finding that common questions of law and fact predominated because the one decisive issue pervading the litigation – whether the class members had been wrongfully deprived of pension

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

benefits by an improper method of computation – would not be decided on the basis of facts peculiar to each class member, but, rather, on the basis of a single set of facts applicable to all members). Similarly, the Court in Lewis v. Starbucks Corp. certified a settlement class because "the proposed class shares the common legal issue of whether California law entitles them to reimbursement of their work related mileage expenses from Defendant." 2008 WL 4196690, at *3 (noting "[m]inor factual differences stemming from each class member's individual mileage accumulations do not defeat commonality").

Here, as in Starbucks, the decisive issue pervading the litigation is the legality of common policies and practices, including whether UNIVISION's business expense policy (or lack thereof, as Plaintiff alleges) was unlawful, whether UNIVISION adequately reimbursed Advertising Sales Representatives for their daily business expenses, and whether the class wide policies violate the Labor Code and Wage Order. The scope of this case is focused, limited to a class of former and current employees of UNIVISION working as Advertising Sales Representatives in California. Plaintiff, on behalf of the class, asserts common claims for reimbursement of business expenses stemming from UNIVISION's policies that applied to all. These common factual and legal issues predominate over any individual issues because Plaintiff and members of the class would rely primarily on common evidence to establish UNIVISION's liability. See, e.g., Starbucks, 2008 WL 4196690, at *4 ("whether [Defendant] had a policy or practice of failing to reimburse . . . employees for mileage expenses" is a "predominant issue common to all class members"). Because common issues predominate over any possible individual issues UNIVISION might raise, certification is appropriate. See Hicks v. Kaufman & Broad Home Corp., 89 Cal. App. 4th 908, 916 (2001); Starbucks, 2008 WL 4196690, at *4 ("Class Certification is not prevented . . . by the minor variation in each individual's measure of damages.").

The Typicality Requirement Is Met. D.

Class representatives' interests need not be identical to other class members; to be typical, Plaintiffs and Class Members need only be similarly situated. B.W.I. Custom Kitchen, 191 Cal. App. 3d at 1347. The typicality requirement does not focus on the personal characteristics of the representative plaintiff or his/her individual circumstances with respect to the class, but rather upon

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

the typicality of the proposed representative's claims as they relate to the defendant's conduct and activities. See Classen v. Weller, 145 Cal. App. 3d 27, 46 (1983) ("[t]he only requirements are that common questions of law and fact predominate and that the class representative be similarly situated" vis-à-vis the class). A representative plaintiff's claim is typical if it arises from the same event, practice, or course of conduct that gives rise to the claims of other class members, and if his or her claims are based on the same legal theory. *Id.*

Here, Plaintiff meets the typicality requirement because "Plaintiff and all other class members claim the same injury, namely, [UNIVISION's] alleged violation of California law regarding reimbursement of work related mileage expenses." Starbucks, 2008 WL 4196690, at *3. "They also seek the same relief, reimbursement for their work related mileage expenses from [UNIVISION], [and] restitution." Id. Plaintiff's legal claims here are typical of those of the Settlement Class as a whole because they arise under the same legal theories and the same policies and practices.

The Adequacy Requirement Is Met. E.

Plaintiff can adequately represent the class where she is represented by qualified counsel and has interests aligned with the class. McGhee v. Bank of Am., 60 Cal. App. 3d 442, 450 (1976). Vigorous prosecution of class claims also supports a showing of adequacy. Soc. Servs. Union, Local 535 v. County of Santa Clara, 609 F.2d 944, 946-47 (9th Cir. 1979); Kelley v. SBC, Inc., No. 97-CV-2729 CW, 1998 WL 1794379, at *15 (N.D. Cal. Nov. 18, 1998).

Plaintiff has shown herself to be a more than adequate representative of the class, as he shares interest with the Settlements Class and have pursued those interests vigorously. Plaintiff has devoted time and effort to prosecuting the class claims, including gathering and organizing documents, assisting counsel with investigating the case, and travelling to attending, and participating actively in mediation to resolve the claims. The firm seeking to represent the Settlement Class is well qualified to do so. 38 See, e.g., Starbucks, 2008 WL 4196690, at *3 (where "Plaintiff's counsel have been shown to have significant class action experience," "adequacy of

- 28 -

³⁸ Pogrel Decl., ¶5-12 (setting forth attorneys' qualifications, and noting in particular their successful representation of classes in similar expense-reimbursement litigation).

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

representation [may be] based on this fact alone"). The adequacy of representation requirement is thus met.

The Settlement presents no conflicts, as Plaintiff and all of the Settlement Class Members will receive a pro rata portion of the Net Settlement Fund based on the weeks she worked in the class position. Thus, no settlement allocation questions are raised here. See Hanlon, 150 F.3d at 1020-21. Moreover, "[p]otential plaintiffs are not divided into conflicting discrete categories," since they all claim reimbursement for business expenses while employed for UNIVISION as Advertising Sales Representatives in California. Id. at 1021. Finally, any Settlement Class Member who wishes to opt out of the Settlement to pursue his or her own individual claims may do so. See id.

Common Issues Predominate and Class-Wide Settlement Is Superior to Other F. Available Methods of Resolution.

Class certification is authorized where common questions of law and fact predominate over individual questions, and where classwide treatment of a dispute is superior to individual litigation. ³⁹ See Sav-On, 34 Cal. 4th at 326; Richmond, 29 Cal. 3d at 469. The test is whether proposed classes are sufficiently cohesive to warrant adjudication by representation. See Hanlon, 150 F.3d at 1022. The Settlement Class in this case is sufficiently cohesive, since all members share a "common nucleus of facts and potential legal remedies." See id. Plaintiff and Settlement Class Members seek reimbursement of business expenses as a result of UNIVISION's policies and practices which do not sufficiently reimburse such expenses through its polices that it claims provided for reimbursement even if the amounts paid were minimal and arguably not for the expenses at issue in this case. Whether such reimbursement methodology is proper, UNIVISION's primary defense on the merits, predominates over individual questions. The Settlement Class Members share many, if not all, potential legal remedies in common. Thus, this Class may be certified for settlement purposes.

When assessing predominance and superiority, a court may consider that the class will be certified for settlement purposes only, and that manageability of trial is therefore irrelevant. See Amchem Prods., Inc. v. Windsor, 521 U.S.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Furthermore, particularly in the settlement context, class resolution is superior to other available methods for the fair and efficient adjudication of the controversy. See Hanlon, 150 F.3d at 1023; Dunk, 48 Cal. App. 4th at 1807 n.19; Starbucks, 2008 WL 4196690, at *4 ("as the parties have already agreed on a settlement, 'the desirability of concentrating the litigation in one forum is obvious."") (citation omitted). The superiority requirement involves a "comparative evaluation of alternative mechanisms of dispute resolution." Hanlon, 150 F.3d at 1023. Here, as in Hanlon, the alternative methods of resolution are individual claims for a relatively small amount of damages. See id. These claims "would prove uneconomic for [a] potential Plaintiffs" because "litigation costs would dwarf potential recovery." Id. The class action device can also conserve judicial resources by avoiding the waste and delay of repetitive proceedings and prevent inconsistent adjudications of similar issues and claims. See NASDAQ Mkt.-Markers Antitrust Litig., 169 F.R.D. 493, 529 (S.D.N.Y. 1996) (noting that the relevant inquiry is not individual versus class cases, but other methods for the group-wide adjudication of a controversy). For this reason, in this case, as in Hanlon, a class action is the preferred method of resolution.

Class certification in this case will provide substantial benefits to the litigants and the Court. "[T]he alternative to a class action is potentially [42] individual cases seeking damages unlikely to cover the costs of litigation, and thus no tangible alternative remedy exists." Starbucks, 2008 WL 4196690, at *4. A large number of repetitive individual cases would waste judicial resources and could lead to inconsistent adjudications of similar monetary issues and claims. Many class members with relatively small claims would likely decide not to bother pursuing their claims at all. Aside from class treatment, a group-wide adjudication of unlawful conduct is not available. Rather than having a multiplicity of proceedings, all involving substantially the same issues and evidence, a class action allows these matters to be resolved once on behalf of all claimants. For all these reasons, the Settlement Class should be certified.

VI. CONCLUSION

The arm's-length settlement of this matter avoids significant litigation risk and makes a \$950,000 Settlement Fund available to 71 of UNIVISION's current and former Account Executives. For all of the reasons set forth above, the Court should certify the proposed Settlement

	1	Class, grant preliminary approval, approve the proposed notice plan, and schedule a final approval
	2	hearing.
	3	DATED: December 30, 2014
	4	LEONARD CARDER, LLP
	5	
	6	By AARON KAUFMANN
	7	DAVID POGREL
	8	ISAAC NICHOLSON Attorneys for Plaintiff and the putative class
	9	
	10	
174	11	
ir, llp S itt 1450 4612 (510) 272-0174	12	
CARDER, DRNEYS VAY, SUITE D, CA 94612	13	
ZD CAJ TTORN ADWAY AND, C	14	
LEONARD (ATTO 1330 BROADW OAKIANI TEL (510) 272-0169	15	
L 13 TEL (5)	16	
	17	
	18	
	19	
	20	
	21	
	22	
	23	
v.	2425	
	25 26	
	27	
	21	