		EF SIAU 20
ATTORNEY OR PARTY WITHOUT ATTORNEY:	STATE BAR NO.:	FOR COURT USE ONLY
NAME: Mark Yablonovich (SBN 186670); Mor		
FIRM NAME: LAW OFFICES OF MARK YABLO	NOVICH	
STREET ADDRESS: 9465 Wilshire Boulevard, Sui	te 300	
CITY: Beverly Hills	STATE: CA ZIP CODE: 90212	
TELEPHONE NO.: (310) 286-0246	FAX NO.: (310) 407-5391	on 2/28/2025 3:44 PM
E-MAIL ADDRESS: Mark@Yablonovichlaw.com; Monica@Yablonovichlaw.com		Reviewed By: M. Offhaus Case #22CV399013 Envelope: 18439465
ATTORNEY FOR (name): Plaintiff David Guzman		
SUPERIOR COURT OF CALIFORNIA, COUNTY OF Santa Clara		
STREET ADDRESS: 161 North First Street		
MAILING ADDRESS:		
CITY AND ZIP CODE: San Jose, CA 95113		
BRANCH NAME: Old Courthouse		CASE NUMBER:
PLAINTIFF/PETITIONER: David Guzman		22CV399013
DEFENDANT/RESPONDENT: Gama Aviation Engineering, Inc. OTHER:		JUDICIAL OFFICER: Hon. Theodore C. Zayner
PROPOSED ORDI	ER (COVER SHEET)	19

**NOTE:** This cover sheet is to be used to electronically file and submit to the court a proposed order. The proposed order sent electronically to the court must be in PDF format and must be attached to this cover sheet. In addition, a version of the proposed order in an editable word-processing format must be sent to the court at the same time as this cover sheet and the attached proposed order in PDF format are filed.

- 1. Name of the party submitting the proposed order: Plaintiff David Guzman
- 2. Title of the proposed order: [PROPOSED] ORDER OF APPROVAL OF PAGA SETTLEMENT AND FINAL JUDGMENT
- 3. The proceeding to which the proposed order relates is:
  - a. Description of proceeding: Motion for Court Approval of PAGA Settlement
  - b. Date and time: February 26, 2025 at 1:30 p.m.
  - c. Place: Superior Court of the State of California for the County of Santa Clara 191 North First Street, Dept. 19 San Jose, CA 95113
- 4. The proposed order was served on the other parties in the case.

Monica Balderrama

(TYPE OR PRINT NAME)

Aprica falde

(SIGNATURE OF PARTY OR ATTORNEY)

Page 1 of 2

Form Adopted for Mandatory Use Judicial Council of California EFS-020 [Rev. February 1, 2017] PROPOSED ORDER (COVER SHEET) (Electronic Filing)

Cal. Rules of Court, rules 2.252, 3.1312 www.courts.ca.gov

#### PROOF OF ELECTRONIC SERVICE PROPOSED ORDER

- 1. I am at least 18 years old and not a party to this action.
  - a. My residence or business address is (*specify*): 9465 Wilshire Boulevard, Suite 300, Beverly Hills, CA 90212
  - b. My electronic service address is (specify): Adavis@yablonovichlaw.com
- 2. I electronically served the *Proposed Order (Cover Sheet)* with a proposed order in PDF format attached, and a proposed order in an editable word-processing format as follows:
  - a. On (name of person served) (If the person served is an attorney, the party or parties represented should also be stated.): Attorneys for Defendant Gama Aviation Engineering, Inc., Shannon B. Nakabayashi and Ronald Q. Tran
  - b. To (electronic service address of person served): Shannon.Nakabayashi@jacksonlewis.com; Ronald.Tran@jacksonlewis.com; Patricia.Giatis@jacksonlewis.com; Angela.Johnson@jacksonlewis.com
  - c. On (date): 2/28/2025
  - Electronic service of the *Proposed Order (Cover Sheet)* with the attached proposed order in PDF format and service of the proposed order in an editable word-processing format on additional persons are described in an attachment.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. Date: 2/28/2025

Aarika Davis

(TYPE OR PRINT NAME OF DECLARANT)

(SIGNATURE OF DECLARANT)

1 2 3 4 5 6 7 8 9 10		391 Superior Court of CA County of Santa Clara 22CV399013 By: MJacobo
11	FOR THE COUNT	I OF SANTA CLARA
12	DAVID GUZMAN, a proxy for the State of California as an aggrieved employee	Case No.: 22CV399013
13	pursuant to the Private Attorneys General Act ("PAGA"),	Assigned for all purposes to Hon. Theodore C. Zayner, Dept. 19
14	Plaintiff,	ENFORCEMENT ACTION UNDER THE
15 16	vs.	PRIVATE ATTORNEYS GENERAL ACT, CALIFORNIA LABOR CODE §§ 2698 ET
17	GAMA AVIATION ENGINEERING,	SEQ.
18	INC., and DOES 1 through 10, inclusive,	[ <del>PROPOSED</del> ] ORDER OF APPROVAL OF PAGA SETTLEMENT AND FINAL HUDGMENT
19	Defendant.	JUDGMENT Date: February 26, 2025
20		Time: 1:30 p.m. Dept.: 19
21		
22		
23		Complaint Filed: June 9, 2022
24		
25		
26		
27		
28		
	ORDER OF APPROVAL OF PAGA	A SETTLEMENT AND FINAL JUDGMENT

2 The above-entitled action came on for hearing before the Honorable Theodore C. Zayner on February 26, 2025, at 1:30 p.m. in Department 19. The Court, having considered Plaintiff's Motion for 4 Approval of PAGA Settlement and the Joint Stipulation of PAGA Settlement and Release Agreement ("PAGA Settlement" or "Settlement Agreement"), and determining that the settlement is fair, adequate 6 and reasonable, and good cause appearing therefore, it is hereby **ORDERED** as follows:

ORDER

7

I.

1

3

5

## **INTRODUCTION**

8 This is a representative action arising from alleged wage and hour violations. On June 9, 2022, plaintiff David Guzman ("Plaintiff") commenced this action by filing a Complaint against defendant 9 10 Gama Aviation Engineering, Inc. ("Defendant"), asserting a sole cause of action for civil penalties pursuant to California Labor Code section 2698, et seq. [the Private Attorneys General Act ("PAGA")]. 11

The parties have reached a settlement. Plaintiff has filed a motion for approval of the PAGA 12 13 settlement, and the motion is unopposed.

14

#### II. LEGAL STANDARD

As discussed by one court:

15 Under PAGA, an aggrieved employee may bring a civil action personally and on behalf of other current or former employees to recover civil penalties for Labor Code violations. (Iskanian v. CLS 16 17 Transp. Los Angeles, LLC (2014) 59 Cal.4th 348, 380, overruled on other grounds by Viking River Cruises, Inc. v. Moriana (2022) 596 U.S. [2022 U.S. LEXIS 2940].) Seventy-five percent of any 18 19 penalties recovered go to the Labor and Workforce Development Agency ("LWDA"), leaving the 20 remaining 25 percent for the employees. (Ibid.) PAGA is intended "to augment the limited enforcement 21 capability of [the LWDA] by empowering employees to enforce the Labor Code as representatives of the Agency." (Id. at p. 383.) A judgment in a PAGA action binds all those, including nonparty aggrieved 22 23 employees, who would be bound by a judgment in an action brought by the government. (*Id.* at p. 381.)

24 A superior court must review and approve any PAGA settlement. (Lab. Code, § 2699, subd. 25 (1)(2).) The court's review "ensur[es] that any negotiated resolution is fair to those affected." (Williams v. Superior Court (2017) 3 Cal.5th 531, 549.) The proposed settlement must be submitted to the LWDA at 26 the same time it is submitted to the court. (Ibid.) 27

28

Page 1

1	PAGA does not establish a clear standard for evaluating PAGA settlements
2	Accordingly, certain courts have been willing to approve PAGA settlements only if (1) the statutory requirements set forth by PAGA have been satisfied, and
3	(2) the settlement agreement is fair, reasonable, and adequate in view of PAGA's public policy goals.
4	(Patel v. Nike Retail Services, Inc. (N.D. Cal. 2019) 2019 WL 2029061, 2019 U.S. Dist. LEXIS 77988
5	( <i>Patel</i> ), at *5.)
6	As part of this analysis, these courts have evaluated proposed PAGA settlements under the
7	relevant factors from Hanlon v. Chrysler Corp. (9th Cir. 1998) 150 F.3d 1011, 1026. (Patel, supra, 2019
8	U.S. Dist. LEXIS 77988 at *5-6.) "Of the Hanlon factors, the following are relevant to evaluating [a]
9	PAGA settlement: (1) the strength of the plaintiff's case; (2) the risk, expense, complexity, and likely
10	duration of further litigation; (3) the amount offered in settlement; (4) the extent of discovery completed
11	and the stage of the proceedings; (5) the presence of government participation; and (6) the expertise and
12	views of counsel." (Ibid.)
13	Similar to its review of class action settlements, the Court must "determine independently
14	whether a PAGA settlement is fair and reasonable," to protect "the interests of the public and the LWDA
15	in the enforcement of state labor laws." (Moniz v. Adecco USA, Inc. (2021) 72 Cal.App.5th 56, 76-77.) It
16	must make this assessment "in view of PAGA's purposes to remediate present labor law violations, deter
17	future ones, and to maximize enforcement of state labor laws." (Id. at p. 77; see also Haralson, supra,
18	383 F. Supp. 3d at p. 971 ["when a PAGA claim is settled, the relief provided for under the PAGA
19	[should] be genuine and meaningful, consistent with the underlying purpose of the statute to benefit the
20	public"], quoting LWDA guidance discussed in O'Connor v. Uber Technologies, Inc. (N.D. Cal.
21	2016) 201 F.Supp.3d 1110 (O'Connor).)
22	"[W]hen a PAGA claim is settled, the relief provided [should] be genuine and meaningful,
23	consistent with the underlying purpose of the statute to benefit the public"(O'Connor, supra at p.
24	1133.) The settlement must be reasonable in light of the potential verdict value. (Id. at 1135 [rejecting
25	settlement of less than one percent of the potential verdict].) But a permissible settlement may be
26	substantially discounted, given that courts often exercise their discretion to award PAGA penalties below
27	the statutory maximum even where a claim succeeds at trial. (See Viceral v. Mistras Group, Inc. (N.D.
28	
	Page 2

## Page 2

# ORDER OF APPROVAL OF PAGA SETTLEMENT AND FINAL JUDGMENT

III.	DIS	CUSSION
	А.	Provisions of the Settlement
	Plain	tiff moves for approval of a proposed settlement made on behalf of Aggrieved Employees
defin	ned as:	
	e	A]ll persons who were employed by Defendant as non-exempt hourly-paid employees within the State of California during the PAGA Period [April 5, 2021 through September 30, 2024].
(Dec	laration	of Mark Yablonovich in Support Motion for Approval of PAGA Settlement ("Yablonovi
Dec	."), Ex. 1	l ("Agreement"), ¶¶ 13, 27.)
	Defe	ndant will pay a non-reversionary gross settlement amount of \$142,500, subject to an
esca	lator clau	ise. (Agreement, $\P$ 38(a).) This amount includes attorney fees of one third of the gross
settle	ement an	nount (\$47,500), litigation costs not to exceed \$20,000, settlement administration costs of
to \$5	5,000, an	d a service award to Plaintiff of \$10,000. (Ibid.) Of the remaining amount, 75 percent will
be p	aid to the	ELWDA, and 25 percent will be paid to Aggrieved Employees as individual settlement
payr	nents, ac	cording to the number of pay periods worked during the PAGA Period. (Ibid.) Funds from
chec	ks remai	ning uncashed more than 180 days after mailing will be transmitted to WorkSafe as the
desi	gnated <i>cy</i>	pres recipient. (Id. at $\P$ 38(b).) The court approves the cy pres recipient.
	In ex	change for the settlement, Aggrieved Employees will be deemed to have released
Defe	endant ar	d related persons and entities (including the entities Jet East, a Gamma Aviation Compan
and	West Sta	r Aviation) from all claims for PAGA civil penalties that were alleged, or reasonably coul
have	e been all	eged, based on the same set of operative facts alleged in the Complaint and PAGA Notice
(Agı	reement,	$\P$ 32-34, 46.) The release provisions are appropriately tailored to the factual allegations of
the c	operative	pleading. (See Amaro v. Anaheim Arena Management, LLC (2021) 69 Cal.App.5th 521,
538.	)	
	B.	Fairness of the Settlement

result of arms-length and non-collusive negotiations. (Yablonovich Decl.,  $\P$  20.) On August 1, 2024, the Page 3

28

parties participated in a full-day mediation with Doug Leach. (*Id.* at ¶ 17.) Prior to mediation, Plaintiff
propounded written discovery, seeking employee contact information, time and payroll records, and
applicable wage and hour policies and documents. (*Id.* ¶ 14.) Defendant provided responses, including
Plaintiff's personnel file and a copy of Defendant's employee handbook. (*Ibid.*) Defendant produced
employee time and pay records for approximately 40 employees, and Plaintiff's expert analyzed the data
produced. (*Id.* at ¶ 17.)

7 Plaintiff provides an analysis of the value of his PAGA claims based on Defendant's estimated 8 maximum exposure and other factors. (Motion, pp. 11-17; Yablonovich Decl., ¶ 24-25 and Ex. 2.) 9 According to Plaintiff's analysis, Defendant's estimated total maximum exposure for all claims and 10 theories of liability is \$674,580, and Plaintiff provides a breakdown of this amount by claim. (Yablonovich Decl., Ex 2.) Thus, the gross settlement amount of \$142,500 represents approximately 21 11 12 percent of Defendant's estimated maximum exposure. This is within the general range of percentage 13 recoveries that California courts have found to be reasonable. (See Cavazos v. Salas Concrete, Inc. (E.D. Cal., Feb 18, 2022, No. 1:19-cv-00062-DAD-EPG) 2022 U.S. Dist. LEXIS 30201, at \*41-42 [citing] 14 15 cases indicating that a general range of 5 to 35 percent of the maximum potential exposure is reasonable].) 16

The court has reviewed Plaintiff's written submissions in support of the proposed settlement, and
based on the circumstances of the case, including the relative strengths of Plaintiffs' case and Defendant's
defenses, the court finds the terms of the settlement to be fair.

The settlement provides for some recovery for each Aggrieved Employee and eliminates the risk
and expense of further litigation.

22

## C. Service Award, Fees and Costs

As part of the settlement, Plaintiff seeks a service award in the amount of \$10,000. Although service awards are common in class actions, there is less authority regarding the propriety of service awards in PAGA cases. Nevertheless, a PAGA case is a representative action like a class action, and courts have recognized that an individual's willingness to act as a private attorney general may merit a service award. (*See Rodriguez v. West Publishing Corp.* (9th Cir. 2009) 563 F.3d 948, 959.)

28

### ORDER OF APPROVAL OF PAGA SETTLEMENT AND FINAL JUDGMENT

1	Plaintiff has submitted a declaration detailing his participation in the action. (Declaration of
2	Plaintiff David Guzman, ¶¶ 7-13.) Plaintiff states he has spent approximately 30 hours on this case,
3	including discussing the case with counsel, reviewing documents, gathering documents for counsel,
4	being available for mediation, and reviewing settlement documents. (Id. at $\P$ 13.) Plaintiff asserts that he
5	acted as a representative for the aggrieved employees and that he waived at least \$12,000 in waiting time
6	penalties by agreeing to a broader release. (Id. at $\P$ 14.) The court finds that a service is warranted and
7	that the amount requested is reasonable. Therefore, the court approves a service award to Plaintiff in the
8	amount of \$10,000.
9	Plaintiff's counsel seeks attorney fees of \$47,500 (one third of the gross settlement amount).
10	(Yablonovich Decl., ¶ 35.) Counsel provides evidence demonstrating a lodestar of \$147,513.50, based
11	on a total of 185.7 hours billed at rates ranging from \$610 to \$950. (Id. at ¶ 37.) This results in a negative
12	multiplier. Therefore, the court finds the requested fees to be reasonable as a percentage of the total
13	recovery and approves an award of \$47,500 in attorney fees. The agreement provides for an award of
14	litigation costs up to \$20,000, and Plaintiff's counsel provides evidence of costs incurred in the amount
15	of \$18,588.49 (Id. at ¶¶ 40-41.) Therefore, the court finds costs in the amount of \$18,588.49 to be
16	reasonable and approves an award in that amount.
17	Finally, Plaintiff asks for settlement administration costs in the amount of \$5,000. The parties
18	have selected Atticus Administration, LLC ("Atticus") as the settlement administrator and represent that
19	Atticus has agreed to provide all necessary services for no more than $5,000$ . (Agreement, ¶ 38, subds.
20	(b) and (d); see also Yablonovich Decl., $\P$ 44.) The Agreement further provides that if the actual
21	settlement administration costs are less than \$5,000, the difference shall be reallocated to the net PAGA
22	settlement amount. (Agreement, $\P$ 38(d).) Therefore, the court approves Atticus as the settlement
23	administrator and approves settlement administration costs up to \$5,000, subject to the terms of the
24	Agreement and proof at the compliance hearing.

25

## IV. CONCLUSION

The motion for approval of PAGA settlement is GRANTED. The court sets a compliance
hearing for November 12, 2025 at 2:30 p.m. in Department 19. At least ten court days before the
hearing, Plaintiff's counsel and the settlement administrator shall submit a summary accounting of the

Page 5

1	settlement fund identifying distributions made as ordered herein; the number and value of any uncashed
2	checks; amounts remitted to the cy pres recipient; the status of any unresolved issues; and any other
3	matters appropriate to bring to the court's attention.
4	Plaintiff shall prepare the order in accordance with California Rules of Court, rule 3.1312.
5	This Judgment is intended to be a final disposition in its entirety of the above-captioned action.
6	Without affecting the finality of the Judgment, the Court shall retain exclusive and continuing
7	jurisdiction over the above-captioned action and the Parties for purposes of enforcing the terms of this
8	Judgment pursuant to California Code of Civil Procedure section 664.6.
9	This document shall constitute a judgment.
10	IT IS SO ORDERED, ADJUDGED, AND DECREED.
11	
12	Dated: March 3, 2025
13	Hon. Theodore C. Zayner Judge of the Superior Court
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
26	
27	
28	
	Page 6 ORDER OF APPROVAL OF PAGA SETTLEMENT AND FINAL JUDGMENT
	ONDER OF AFFROVAL OF I AOA SETTLEMENT AND FINAL JUDUMENT

1	PROOF OF SERVICE STATE OF CALIFORNIA, COUNTY OF LOS ANGELES
2	
3	I am employed in the County of Los Angeles. I declare that I am over the age of eighteen (18) and not a party to this action. My business address is: 9465 Wilshire Boulevard, Suite 300, Beverly Hills, CA 90212.
4	
5	On February 28, 2025, I served the following document described below as: [PROPOSED] ORDER OF APPROVAL OF PAGA SETTLEMENT AND FINAL
6	JUDGMENT
7	on the interested parties in this action, addressed as follows:
8	Shannon B. Nakabayashi
9	Ronald Q. Tran JACKSON LEWIS, P.C.
10	50 California Street, 9th Floor
11	San Francisco, California 94111 Shannon.Nakabayashi@jacksonlewis.com
12	Ronald.Tran@jacksonlewis.com
	Patricia.Giatis@jacksonlewis.com
13	Angela.Johnson@jacksonlewis.com
14	Attorneys for Defendant Gama Aviation Engineering, Inc.
15	(X) BY E-MAIL: I hereby certify that these documents were served from Los Angeles,
16	California, by e-mail delivery on the parties listed herein at their most recent known e-mail address or e-mail of record in this action.
17 18	I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct.
19	
20	Executed on February 28, 2025, at Los Angeles, California.
20	Jarika Danio
22	Aarika Davis
23	
24	
25	
26	
27	
28	
20	
	Page 7 ORDER OF APPROVAL OF PAGA SETTLEMENT AND FINAL JUDGMENT