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**UNITED STATES DISTRICT COURT  
FOR THE EASTERN DISTRICT OF CALIFORNIA**

JAMES RICHARDSON, as an individual  
and on behalf of all others similarly situated,

Case No. 1:14-cv-0273-BAM

Plaintiff,

**ORDER REGARDING (1) PLAINTIFF’S  
MOTION FOR FINAL APPROVAL OF  
CLASS ACTION SETTLEMENT AND  
(2) PLAINTIFF’S MOTION FOR AWARD  
OF ATTORNEYS’ FEES, COSTS, AND  
CLASS REPRESENTATIVE  
ENHANCEMENT AWARD**

v.

THD AT-HOME SERVICES, INC., a  
Delaware corporation; HOME DEPOT  
U.S.A., INC., a Delaware corporation;  
MEASURECOMP, LLC, a Michigan limited  
liability company, and DOES 1 through 50,  
inclusive,

(Docs. 53, 54)

Defendant.

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Plaintiff James Richardson (“Plaintiff” or “Richardson”), on behalf of himself and all others similarly situated seeks final approval of a class settlement reached with Defendants THD AT-Home Services, Inc., Home Depot U.S.A., Inc., and Measurecomp, LLC, (“Defendants”). (Doc. 54). In addition, Plaintiff seeks an award of Attorney Fees, Costs and approval of the class representative enhancement payment. (Doc. 53). Defendants do not oppose the motion. The Motion was heard on March 4, 2016, before United States Magistrate Judge Barbara A. McAuliffe. Counsel Kenneth Yoon appeared in person on behalf of Plaintiff. Counsel Donna Mezas appeared by telephone on behalf of the Defendants. Having considered the motion, argument presented at the hearing, as well as the Court’s file, Plaintiff’s Motion for Final Approval of Class Action Settlement is GRANTED (Doc. 54)

1 and Plaintiff's Motion for Attorneys' Fees, Costs, and Enhancement Award is GRANTED IN PART  
2 and DENIED in PART. (Doc. 53).

### 3 **BACKGROUND**

4 Plaintiff is a former measure tech who worked for MeasureComp, LLC in California from  
5 November 2011 to May 2012. MeasureComp was acquired by THD At-Home Services, Inc. ("AHS")  
6 in May 2012. Richardson became an employee of AHS starting in May 2012, and continued to work  
7 as a measure tech for THD until February 2015.

8 On January 23, 2014, Plaintiff filed his Complaint in Fresno County Superior Court against  
9 Defendants for alleged violations of the California Labor Code. (Doc. 1 at 2). On February 27, 2014,  
10 Defendants removed the case to this Court. (Doc. 1). Richardson alleges that Defendants violated  
11 California wage and hour law by failing to (i) compensate employees for all regular and overtime  
12 hours worked, (ii) provide meal periods and rest breaks, (iii) provide accurate wage statements, (iv)  
13 reimburse all necessary business expenses, and (v) pay all wages owed upon termination. Second  
14 Amended Complaint ("Complaint"), ¶¶ 28-66. Based upon these allegations, Plaintiff asserts claims  
15 under sections 226.7, 1194, 2802, 203, and 226 of the California Labor Code, California Business and  
16 Professions Code section 17200, et seq., and the Private Attorneys General Act of 2004 ("PAGA").  
17 Complaint, ¶¶ 28-66.

18 Plaintiff brought this action as a putative class action seeking to represent a class of all persons  
19 employed by AHS and/or MeasureComp as measure techs in California between January 23, 2010 and  
20 the present. Id. at ¶ 16. The parties reached a settlement before Plaintiff moved for class certification.

21 On August 2, 2015, Plaintiff moved for preliminary approval of the class action settlement,  
22 which Defendants did not oppose. (Doc. 40). On September 18, 2015, the Court preliminarily  
23 approved the class action settlement. (Doc. 51). The preliminary approval conditionally certified the  
24 settlement class, preliminarily approved the settlement agreement, approved the distribution of the  
25 class notice, confirmed the selection of CPT Group, Inc. as the claims administrator, and scheduled the  
26 final approval and fairness hearing for March 4, 2016. (Doc. 51).

1 Plaintiff now seeks final approval of the class action settlement, including approval of the  
2 following:

- 3 (1) the settlement as fair, adequate and reasonable, and in the best interests of the  
4 settlement class;
- 5 (2) that the class representative is suitable;
- 6 (3) that class counsel is suitable;
- 7 (3) the settlement of civil penalties in the amount of \$7,500 to the California Labor and  
8 Workforce Development Agency as the State's portion of the PAGA payment;
- 9 (4) claims administration expenses in the amount of \$8,000 to CPT Group, Inc. as  
10 settlement administrator;
- 11 (5) payment to class members pursuant to the procedures in the Settlement Agreement;
- 12 (6) incentive awards for class representative James Richardson in the amount of  
13 \$20,000.00;
- 14 (7) attorneys' fees and costs (\$383,333.33 in fees and \$25,000 in costs); and
- 15 (8) entry of judgment.

16 (Doc. 54).

## 17 **I. Final Approval of the Settlement**

### 18 **A. Legal Standard**

19 When "parties reach a settlement agreement prior to class certification, courts must peruse the  
20 proposed compromise to ratify both the propriety of the certification and the fairness of the  
21 settlement." *Staton v. Boeing Co.*, 327 F.3d 938, 952 (9th Cir. 2003). Generally, review of a proposed  
22 settlement proceeds in two phases. *True v. American Honda Motor Co.*, 749 F.Supp.2d 1052, 1062  
23 (C.D. Cal. 2010). At the preliminary approval stage, the court determines whether the proposed  
24 settlement is within the range of possible approval and whether or not notice should be sent to class  
25 members. *Id.* at 1063. "If the proposed settlement appears to be the product of serious, informed, non-  
26 collusive negotiations, has no obvious deficiencies, does not improperly grant preferential treatment to  
27 class representatives or segments of the class, and falls within the range of possible approval, then the  
28 court should direct that the notice be given to the class members of a formal fairness hearing." In re

1 Tableware Antitrust Litigation, 484 F.Supp.2d 1078, 1079 (N.D. Cal. 2007) (quoting Manual for  
2 Complex Litigation, Second § 30.44 (1985)). At the final approval stage, the Court takes a closer look  
3 at the settlement, taking into consideration objections and other further developments in order to make  
4 the final fairness determination. True, 749 F.Supp.2d at 1063. “In evaluating a proposed settlement,  
5 ‘[i]t is the settlement taken as a whole, rather than the individual component parts, that must be  
6 examined for overall fairness.’” Id. (quoting Hanlon v. Chrysler Corp., 150 F.3d 1011, 1026 (9th  
7 Cir.1998)).

## 8 **B. Discussion**

### 9 **1. Terms of Settlement**

10 The class consists of Plaintiff and any individuals employed by THD At-Home Services, Inc.  
11 and/or Measure Comp, LLC as measure techs in California at any time between January 23, 2010 and  
12 July 16, 2015, excluding any persons whose claims were released in connection with the class  
13 settlement in Mejia v. MeasureComp, LLC, Los Angeles Superior Court, No. BC 409729. Under the  
14 terms of the settlement, the parties have agreed that Defendants will pay a gross settlement amount of  
15 up to \$1,150,000.00 (Settlement Agreement (“Agreement”) ¶ IV.D.1., Doc. 40-1, Ex. A). The  
16 \$1,150,000 amount includes:

- 17 (a) attorneys’ fees up to one third of the settlement amount;
- 18 (b) reasonable litigation costs necessary to prosecute and settle this litigation and  
19 administer the Agreement up to \$25,000;
- 20 (c) a \$20,000 enhancement award to Plaintiff;
- 21 (4) PAGA penalties of \$10,000, 75 percent to be paid to California and 25 percent to  
22 remain part of the settlement fund; and
- 23 (5) settlement administration costs up to \$8,000. Id., ¶¶ IV.D.1-IV.D.6.

24 The \$1.15 million is the maximum amount that Defendants are required to pay under the  
25 settlement. Id., IV.D.1. After subtracting the above items, the remaining settlement fund (estimated at  
26 \$703,667) will be distributed on a pro-rata basis to class members based upon the estimated value of  
27 their claims, which will be calculated by dividing the total weeks worked by each individual class  
28 member by the total weeks worked by all members of the settlement class during the settlement class

1 period. Agreement, ¶ IV.E.1. The average sum for each settlement class member will be about  
2 \$4,920.4 Class members will be solely responsible for paying any taxes owed due to receiving  
3 payments pursuant to the Agreement. Id., ¶ IV.E.2.

## 4 **2. Service of Notice Packets and Responses Received**

5 The Court finds that the notice to the settlement class, as described in the September 18, 2015  
6 order preliminarily approving the class settlement, provided the best practicable notice to the class  
7 members and satisfied the procedures of Due Process. The Class Notice described the key elements of  
8 the proposed settlement, advised settlement class members of their right to dispute their share of the  
9 settlement, their right to be excluded from the settlement class, and of each settlement class member's  
10 right and opportunity to object to the Settlement. (Doc. 54 at 5-6).

11 Consistent with preliminary approval of the settlement, Defendants provided the Claims  
12 Administrator, CPT Group, with the last known addresses of all settlement class members and on  
13 November 2, 2015, CPT Group mailed 143 settlement notice packets, in the form approved by the  
14 Court. See Declaration of Tim Nguyen ("Nguyen Decl."), ¶ 2 (Doc. 54-2). Of the settlement notice  
15 packets initially mailed to class members, only 10 were returned as undeliverable. Id. ¶ 3. For each of  
16 these 10 returned packets, CPT Group performed an address search and was able to locate and re-mail  
17 notices for six of them, only one of which was returned. Id. In the end, CPT Group is aware of only  
18 five class members whose notice packets were undeliverable. Id. CPT Group did not receive any  
19 requests to be excluded from the settlement and none of the 143 class members have objected. Id.

20 The Court finds that the procedures employed were adequate to satisfy Due Process.

## 21 **3. Class Certification**

22 Based on the showing made by the parties in support of the Motion for Preliminary Approval  
23 and the Motion for Final Approval and as discussed more fully in the Preliminary Approval Order, the  
24 Court finds the parties have met their burden as to the prerequisites for class certification set forth in  
25 Rule 23(a) and (b)(3).

26 Specifically, the Class includes an estimated 143 persons and is therefore so numerous that  
27 joinder is impracticable. (Doc. 51 at 3). As to commonality, the Class presents common questions of  
28 law and fact arising out of Defendants' uniform policies and practices. The typicality requirement is

1 fulfilled because Plaintiff’s claims arise from the same policies and procedures similarly impacting all  
2 class members. The adequacy requirement is met because Plaintiff will fairly and adequately  
3 represent the interests of the Class, and the attorneys at the Law Offices of Kenneth H. Yoon are  
4 experienced class counsel knowledgeable in the applicable areas of the law.

5 As to the requirements of Rule 23(b)(3), the Court finds that common issues predominate over  
6 individual issues. In particular, Defendants’ policies and practices apply class-wide, and resolution  
7 through a single class action is superior to other available methods for fairly and efficiently  
8 adjudicating the controversy. Other alternatives to a single class action, such as individual complaints  
9 filed with Labor and Workforce Development Agency, would have been ineffective in addressing the  
10 issues on a class-wide basis.

11 **4. Settlement Approval Factors Support the Agreement**

12 A proposed class action settlement may be approved if the Court, after class members have an  
13 opportunity to be heard, finds that the settlement is “fair, reasonable, and adequate.” Fed. R. Civ. P.  
14 23(e)(2); *Rodriguez v. West Publ’g Corp.*, 563 F.3d 948, 963 (9th Cir. 2009). Further, the Ninth  
15 Circuit has identified a non-exhaustive list of factors that a district court may consider when assessing  
16 whether a class action settlement agreement meets this standard: (1) the strength of Plaintiff’s case;  
17 (2) the risk, expense, complexity, and likely duration of further litigation; (3) the risk of maintaining  
18 class action status throughout the trial; (4) the amount offered in settlement; (5) the extent of discovery  
19 completed, and the stage of the proceedings; (6) the experience and views of counsel; and (7) the  
20 reaction of the class members to the proposed settlement. *Rodriguez*, 563 F.3d at 963. Additionally,  
21 where the settlement occurs before formal class certification, the Court must also ensure that “the  
22 settlement is not the product of collusion among the negotiating parties.” *In re Bluetooth Headset*  
23 *Prods. Liab. Litig.*, 654 F.3d 935, 946-947 (9th Cir. 2011) (internal citations omitted).

24 As discussed below, the Court finds that the proposed settlement is fair, reasonable and  
25 adequate, and recommends final approval.

26 The Strength of Plaintiff’s Case

27 The first factor, the strength of Plaintiff’s case, favors settlement. Plaintiff claims that  
28 Defendants denied proper meal and rest breaks, failed to pay minimum and overtime wages for

1 commute time and prep work, and failed to pay appropriate mileage pay. Defendants contend that  
2 they maintained lawful policies at all times.

3 Plaintiff recognizes that recent case law, including *Ordonez v. Radio Shack, Inc.*, No. CV 10-  
4 7060-CAS, 2013 WL 210223 at \*8 (C.D. Cal. Jan. 17, 2013) (denying certification of meal break  
5 claim where defendant had lawful written policy) and *Brinker Restaurant Corp v. Superior Court*, 53  
6 Cal.4th 1004 (Cal. 2012), created obstacles to Plaintiff's ability to certify a class, particularly with  
7 respect to meal and rest break claims. (Doc. 54 at 4). Plaintiff further acknowledges significant  
8 challenges posed by continued litigation. Based on legal uncertainties regarding class certification in  
9 wage and hour cases, even a relatively strong case on the merits may not satisfy the standards for  
10 certification. Plaintiff asserts that these realities, which added to the risk of continued litigation, militate  
11 in favor of settlement. The Court agrees. Given the nature of the claims, this factor weighs in favor of  
12 settlement.

#### 13 The Risk, Expense, Complexity, and Likely Duration of Further Litigation

14 For the same reasons discussed above, the second factor, the risk, expense, complexity and  
15 likely duration of further litigation, favors settlement. Plaintiff admits that there would be significant  
16 risks in continued litigation. Without settlement, the parties would expect to engage in further  
17 discovery. There would likely be briefing on the class certification issue and summary judgment. Trial  
18 would involve extensive testimony from numerous witnesses. And any final judgment would likely be  
19 appealed, thereby extending the duration of the litigation. Settlement at this stage of the litigation  
20 avoids further expense and further provides immediate relief to the class members alleviating them  
21 from having to wait for relief or bearing the risk that Defendants could prevail at trial. (Doc. 54 at 10).

22 Given the risk of the class not receiving any recovery or receiving delayed recovery,  
23 substantially reduced in value by extensive costs and protracted litigation expenses, this factor weighs  
24 in favor of approving class settlement.

#### 25 The Amount Offered in Settlement

26 The Ninth Circuit observed that “the very essence of a settlement is compromise, ‘a yielding of  
27 absolutes and an abandoning of highest hopes.’” *Officers for Justice v. Civil Serv. Commission*, 688  
28 F.2d 615, 624 (9th Cir. 1982) (citation omitted). Thus, when analyzing the amount offered in

1 settlement, the Court should examine “the complete package taken as a whole,” and the amount is “not  
2 to be judged against a hypothetical or speculative measure of what might have been achieved by the  
3 negotiators.” Id. at 625, 628.

4 In this case, the proposed gross settlement amount totals \$1,150,000. (Doc. 54 at 6, Agreement  
5 ¶ IV. D. 1). Of this, class members will share in a net settlement amount preliminary estimated at  
6 \$700,000.00 (Doc. 54 at 11). Class counsel believes that the settlement total represents a very  
7 favorable result because the average payout per class member will total approximately \$4,920, which  
8 is a substantial benefit. (Doc. 54 at 11). Based upon the parties’ agreement that this amount provides  
9 adequate compensation for class members, the Court finds the amount offered supports approval of the  
10 class settlement.

11 The Extent of Discovery Completed, and the Stage of the Proceedings

12 The Court finds that the extent of discovery completed and the stage of proceedings favors  
13 final approval. The parties have been actively litigating this action since its initiation in 2014. Plaintiff  
14 reports that the parties engaged in extensive written discovery. Defendants produced Plaintiff’s  
15 personnel file; policies regarding timekeeping, payroll, meal periods and rest breaks, business expense  
16 reimbursements, and the payment of wages; and class-wide timekeeping and payroll data and expense  
17 reimbursement records. (Doc. 54 at 12). Plaintiff also took the deposition of Jason Honey, THD At  
18 Home Services’ market manager, regarding Defendants’ policies regarding meal periods and rest  
19 breaks, timekeeping and payroll, and reimbursement of business expenses. Id. This action settled  
20 following mediation, but before completion of briefing on Plaintiff’s class certification and before the  
21 matter proceeded to additional fact discovery or trial. Taken together, the information produced in  
22 discovery was more than sufficient for the parties to evaluate fully the strengths and weaknesses of  
23 Plaintiff’s claims and class position. See Eisen v. Porsche Cars N. Am., Inc., No. 2:11-cv-09405-CAS-  
24 FFMx, 2014 WL 439006, at \*4 (C.D. Cal. Jan. 30, 2014) (approving settlement despite limited  
25 discovery, since parties had ample information to evaluate asserted claims and defenses).  
26 Consequently, this factor supports approval of the Settlement.

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1           The Experience and Views of Counsel

2           The Court finds that the experience and views of class counsel favor final approval. Class  
3 counsel, the Law Offices of Kenneth H. Yoon, has extensive experience in complex employment  
4 litigation. See Declaration of Kenneth Yoon, (“Yoon Decl.”), ¶¶ 19-22 Preliminary Approval, (Doc.  
5 40-1 at 6). Following a thorough investigation, Plaintiff’s counsel were able to realistically assess the  
6 value of the claims and are of the opinion that the settlement is fair, reasonable, and adequate to the  
7 proposed class, because it reflects a reasoned compromise that takes into consideration the inherent  
8 risks in all employment class litigation and in particular this action. Yoon Decl. ¶¶ 14-16.

9           The Reaction of the Class Members to the Proposed Settlement

10          The absence of a large number of objections to a proposed class action settlement raises a  
11 strong presumption that the terms of a proposed settlement are favorable to the class members.  
12 *Williams v. Costco Wholesale Corp.*, No. 02cv2003 IEG (AJB), 2010 WL 2721452, at \*5 (S.D. Cal.  
13 July 7, 2010).

14          Significantly here, no objections were filed by class members following service of the Class  
15 Notice Packet. Notice of the proposed settlement was sent to class members in accordance with the  
16 Court’s Preliminary Approval Order. More than 95 percent of the notice packages were successfully  
17 mailed in the first mailing, and nearly every member of the settlement class received notice of the  
18 proposed settlement. Class members were informed of their right to object to or opt out of the  
19 settlement and were provided 60 days to do so. No objections were filed and no class members  
20 requested to be excluded. These facts all indicate approval of the settlement by the entire class.  
21 Accordingly, this factor favors final approval of the settlement. See *Bolton v. U.S. Nursing Corp.*, No.  
22 C 12-4466 LB, 2013 WL 5700403, at \*2, \*4 (N.D. Cal. Oct. 18, 2013) (approving settlement where no  
23 objections filed and one of 2,765 class members requested exclusion from settlement).

24          Arm’s Length Negotiation and Absence of Collusion

25          The inquiry of collusion addresses the possibility that the settlement agreement is the result of  
26 either “overt misconduct by the negotiators” or improper incentives of class members at the expense  
27 of others. *Staton*, 327 F.3d at 960. Here, the parties reached agreement after two full days of  
28 mediation, aided by a mediator with extensive experience mediating wage and hour class claims.

1 (Doc. 54 at 14). Participation in mediation “tends to support the conclusion that the settlement process  
2 was not collusive.” *Villegas v. J.P. Morgan Chase & Co.*, No. 09-00261, 2012 U.S. Dist. LEXIS  
3 166704, 2012 WL 5878390, at \*6 (N.D. Cal. Nov. 21, 2012) (citation omitted). Based on the record  
4 before the Court, there is no indication of collusiveness between the parties; no indication of  
5 preferential treatment between Plaintiff and class members; and the agreement appears to be within the  
6 range of possible approval.

7 Conclusion

8 The factors set forth by the Ninth Circuit weigh in favor of final approval of the Settlement,  
9 which is fair, reasonable, and adequate as required by Rule 23. Therefore, final approval of the  
10 Settlement Agreement is GRANTED.

11 **II. Motion for Attorneys’ Fees and Costs**

12 Next, the Court must determine whether the requested attorneys’ fees, costs, and the class  
13 representative’s incentive award are fair and reasonable. Class Counsel seeks an award of \$383,333.33  
14 in attorneys’ fees, or 33% of the \$1,150,000 common Settlement fund, as well as \$25,000 in expenses,  
15 and a \$20,000 incentive award for the Class Representative. For the reasons set forth below, the Court  
16 GRANTS Plaintiff’s Motion in Part but reduces the attorneys’ fees and incentive award as set forth  
17 below.

18 **A. Attorneys’ Fee Award**

19 With respect to attorneys’ fees, the Settlement Agreement provides that “Defendants will not  
20 oppose a request by Class Counsel for an award of Attorneys’ Fees up to one third of the settlement  
21 fund as payment for attorneys’ fees” (Doc. 40-1, Ex. A, Settlement Agreement ¶ D. 5). On December  
22 14, 2015, Plaintiff filed a motion for an award of attorneys’ fees seeking the full \$383,333.33 in fees  
23 from the settlement fund. (Doc. 53 at 7). At the hearing on March 4, 2016, the Court requested  
24 supplemental briefing from class counsel regarding the reasonableness of the anticipated fee award.  
25 (Doc. 55). Plaintiff’s counsel submitted that supplemental briefing on March 17, 2016. (Doc. 56).

26 “In a certified class action, the court may award reasonable attorney’s fees and nontaxable  
27 costs that are authorized by law or by the parties’ agreement.” Fed. R. Civ. P. 23(h). In diversity  
28 actions, such as this one, federal courts apply state law to determine the right to fees and the method

1 for calculating fees. *See Mangold v. Cal. Public Util. Comm'n*, 67 F.3d 1470, 1478 (9th Cir. 1995);  
2 see also *Hartless v. Clorox Co.*, 273 F.R.D. 630, 642 (S.D. Cal. 2011).

3 Under California law, “when a number of persons are entitled in common to a specific fund,  
4 and an action brought by a plaintiff or plaintiffs for the benefit of all results in the creation or  
5 preservation of that fund, such plaintiff or plaintiffs may be awarded attorneys’ fees out of the fund.”  
6 *Serrano v. Priest*, 20 Cal.3d 25, 34, 141 Cal.Rptr. 315, 569 P.2d 1303 (1977). A common fund results  
7 when “the activities of the party awarded fees have resulted in the preservation or recovery of a certain  
8 or easily calculable sum of money—out of which sum or ‘fund’ the fees are to be paid.” *Id.* at 35, 141  
9 Cal.Rptr. 315, 569 P.2d 1303. Here, the Settlement Agreement creates a Gross Settlement Amount,  
10 i.e., a common fund, out of which reasonable attorneys’ fees will be paid. (Doc. 40-1, Ex. A,  
11 Agreement ¶ D 1.).

12 California courts employ two methods when calculating a reasonable award of attorneys’ fees  
13 in common fund actions. *See Lealao v. Beneficial Cal., Inc.*, 82 Cal.4th 19, 27 (2000). The first  
14 method calculates attorneys’ fees based on a percentage-of-the-benefit bestowed upon the class. *Id.* at  
15 26 (“Percentage fees have traditionally been allowed in such common fund cases, although, as will be  
16 seen, the lodestar methodology may also be utilized in this context.”). The second method utilizes a  
17 lodestar, which is determined by multiplying the hours counsel reasonably expended by a reasonable  
18 hourly rate, which may then be enhanced by a multiplier. *Id.* Regardless of the method, “[t]he  
19 ultimate goal . . . is the award of a ‘reasonable’ fee to compensate counsel for their efforts, irrespective  
20 of the method of calculation . . . . It is not an abuse of discretion to choose one method over another as  
21 long as the method chosen is applied consistently using percentage figures that accurately reflect the  
22 marketplace. *In re Consumer Privacy Cases*, 175 Cal.App.4th 545, 557, 96 Cal.Rptr.3d 127 (2009).

### 23 **1. Percentage of the Fund**

24 According to the Ninth Circuit, an attorney fee of 25% of the recovery is the “benchmark” that  
25 should be awarded in common fund cases. *Powers v. Eichen*, 229 F.3d 1249, 1256 (9th Cir. 2000);  
26 *Vizcaino v. Microsoft Corp.*, 290 F.3d 1043, 1050 (9th Cir. 2002). “The benchmark percentage should  
27 be adjusted, or replaced by a lodestar calculation, when special circumstances indicate that the  
28 percentage recovery would be either too small or too large in light of the hours devoted to the case or

1 other relevant factors.” *Six (6) Mexican Workers v. Arizona Citrus Growers*, 904 F.2d 1301, 1311 (9th  
2 Cir. 1990). California courts, however, do not prescribe the 25% benchmark that is established under  
3 federal law in the Ninth Circuit as a starting point to evaluate fee requests. See *Schiller v. David’s*  
4 *Bridal, Inc.*, 2012 U.S. Dist. LEXIS 80776, 2012 WL 2117001 at \*47 (E.D. Cal. June 11, 2012) (citing  
5 1 Richard M. Pearl, *California Attorney Fee Awards*, §§ 8.12-8.15 (3d ed. 2012). Nonetheless, the  
6 25% benchmark is a helpful assessment tool in evaluating the requested fee award, even where use of  
7 the benchmark is not required. *Schiller*, 2012 WL 2117001 at \*47. As there is no definitive set of  
8 factors that California courts mandate or endorse for determining the reasonableness of attorneys’ fees  
9 in the context of a common-fund percentage-of-the-benefit approach, the Court considers the  
10 reasonableness of the percentage requested in light of the factors endorsed by the Ninth Circuit, with  
11 the 25% award as a starting point.

12 The 25% benchmark rate, although a starting point for analysis, may be inappropriate in some  
13 cases. Selection of the benchmark or any other rate must be supported by findings that take into  
14 account all of the circumstances of the case. *Vizcaino*, 290 F.3d at 1048. In *Vizcaino*, the Ninth  
15 Circuit identified factors a district court should consider to determine whether to adjust a fee award  
16 from the benchmark: (1) the results achieved, (2) the risk involved, (3) counsel’s performance and  
17 quality of work, and (4) financial burden on attorney. *Id.* at 1048-50.

18 Class Counsel contends that an award over the traditional 25 percent benchmark is appropriate  
19 here given the results achieved and the specialized skills used by counsel in order to negotiate a quick  
20 settlement.<sup>1</sup> Counsel explains that his computer science background and statistics education provided a  
21 high degree of skill that ultimately saved litigation time and costs. (Doc. 56 at 3). Using his computer  
22 science background, counsel performed an extensive review of voluminous documents. Finally, in  
23 support of the award, counsel points to the contingent nature of the litigation and to the fact that the  
24 fees sought here are essentially equal to class counsel’s total lodestar.

25 Plaintiff provides the following arguments concerning the relevant *Vizcaino* factors:

26 ///

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27  
28 <sup>1</sup> The difference between the benchmark of 25% and the request for 33% is approximately an additional \$96,000 in attorneys’ fees.

1           The Results Achieved

2           The overall result and benefit to the class from the litigation is the most critical factor in  
3 granting a fee award. In re Omnivision Technologies, Inc, 559 F.Supp.2d 1036, 1046 (N.D. Cal. 2008)  
4 (citing In re Heritage Bond Litig., 2005 U.S. Dist. LEXIS 13627, 2005 WL 1594403, at \*8 (C.D. Cal.  
5 June 10, 2005). Through this Settlement, counsel obtained a \$1.15 million dollar non-reversionary  
6 fund for the 143 class members. The average recovery for the class members who submitted claims  
7 will be over \$5,000 each. The settlement is an excellent result for the class as these types of claims  
8 would not generally produce substantial individual damage awards. Overall, the Court finds that the  
9 results achieved are good, which is highlighted by the fact that there was no objection to the settlement  
10 amount or to the attorneys’ fees requested. See *Nat’l Rural Telecomms. Coop. v. DIRECTV, Inc.*, 221  
11 F.R.D. 523, 529 (C.D. Cal. 2004). The results achieved weigh in favor of granting the requested fees.

12           The Risks Involved

13           As to the second factor, Plaintiff asserts that counsel assumed a contingency risk in prosecuting  
14 this action. According to Plaintiff, the risks associated with this case were substantial given “the  
15 constantly shifting legal landscape of class action litigation” which provides a significant chance that  
16 any class certification order or judgment in favor could be overturned on appeal. (Doc. 53 at 13). The  
17 risks associated with this case were additionally substantial given the challenges of obtaining class  
18 certification and establishing liability on Plaintiff’s wage and hour claims. See, e.g., *Ordonez v. Radio*  
19 *Shack*, No. 10-7060-CAS (JCGx), 2013 WL 210223, \*6, 10 (C.D. Cal. Jan. 17, 2013) (court declined  
20 to certify class because individual issues predominated in rest break claims despite evidence of  
21 unlawful policy). However, the risks associated with this case are no greater than that associated with  
22 any other wage and hour action and no extraordinary risks exist that would support an increase from  
23 the 25% benchmark. See *Clayton v. Knight Transp.*, 2013 WL 5877213, 2013 U.S. Dist. LEXIS  
24 156647, 21-22 (E.D. Cal. Oct. 30, 2013)(noting that the risk involved in wage and hour cases is not  
25 extraordinary or unique).

26           Skill Required and Quality of Work

27           The complexity of issues and skills required may weigh in favor of a departure from the  
28 benchmark fee award. See, e.g., *Lopez v. Youngblood*, 2011 U.S. Dist. LEXIS 99289, 2011 WL

1 10483569 at \*5-6 (E.D. Cal. Sept. 2, 2011) (in determining whether to award the requested fees  
2 totaling 28% of the class fund, the Court observed the case involved “complex issues of constitutional  
3 law in an area where considerable deference is given to jail officials,” and the action “encompassed  
4 two categories of class members”);

5 Here, Class Counsel asserts their specialized skills and the quality of work support an award  
6 greater than the benchmark in this action. (Doc. 53 at 13). According to Plaintiff, Class Counsel’s  
7 specialized experience in computer science and mathematics assisted in communicating class issues  
8 for certification and manageability, which other lawyers without that training may have found more  
9 challenging. Class counsel also reports that they were able to prepare significant aspects of the case  
10 without the assistance of multiple experts which facilitated in saving time and expense to the class.

11 The Court agrees that the specific skill set that Class Counsel utilized in effectuating a  
12 settlement was a crucial factor in the excellent results achieved on behalf of the class. Particularly  
13 notable here is Class Counsel’s background in computer science and economic theory which allowed  
14 counsel to investigate many preliminary claims, and analyze Defendants’ documents and data to assess  
15 potential exposure without the help of numerous expensive experts. With the assistance of one  
16 retained expert consultant, class counsel developed theories of certification and liability after studying  
17 Defendants’ policies and records, and identified labor code violations based on Defendants’ data. The  
18 ability to develop certification theories and trial management plans without solely relying on retained  
19 experts is an important factor in litigating this case towards settlement. This factor cuts in favor of an  
20 award above the benchmark.

21 The Contingent Nature of the Representation and the Associated Burden

22 With respect to the contingent nature of litigation, the Ninth Circuit has suggested the  
23 distinction between a contingency arrangement and a fixed fee arrangement alone does not merit an  
24 enhancement from the benchmark. See *In re Bluetooth Headset Prods. Liab. Litig.*, 654 F.3d at 942  
25 n.7 (observing “whether the fee was fixed or contingent” is “no longer valid” as a factor in evaluating  
26 reasonable fees); but see *In re Online DVD-Rental Antitrust Litigation*, 779 F.3d 934, 954-55 (9th Cir.  
27 2015) (finding the contingent nature of litigation remains a relevant factor to evaluate a request from  
28 the common fund).

1           Class Counsel asserts that they assumed a very real risk in taking this case on a contingency  
2 basis, investing time, effort, and out of pocket costs, in the action with no guarantee of recovery. (Doc.  
3 53 at 14). In considering both the contingent nature of the work performed by Class Counsel as well  
4 as the risk involved in the costs advanced, this factor weighs slightly in favor of a departure from the  
5 benchmark fee award. See *Rosales v. El Rancho Farms*, 2015 U.S. Dist. LEXIS 95756 (E.D. Cal. July  
6 21, 2015) (approving a slight upward departure from the benchmark based in part on the contingent  
7 nature of the case).

## 8           **2.       Lodestar Crosscheck**

9           The Ninth Circuit encourages district courts “to guard against an unreasonable result” by cross-  
10 checking attorneys’ fees calculations against a second method. In *re Bluetooth*, 654 F.3d at 944. “The  
11 ‘lodestar’ is calculated by multiplying the number of hours . . . reasonably expended on the litigation  
12 by a reasonable hourly rate.” *Morales v. City of San Rafael*, 96 F.3d 359, 363 (9th Cir. 1996). “Once  
13 the Court has fixed the lodestar, it may increase or decrease that amount by applying a positive or  
14 negative ‘multiplier’ to take into account a variety of other factors, including the quality of the  
15 representation, the novelty and complexity of the issues, the results obtained, and the contingent risk  
16 presented.” *Thayer v. Wells Fargo Bank, N.A.*, 92 Cal. App. 4th 819, 833, 112 Cal. Rptr. 2d 284  
17 (2001) (citation omitted).

18           “In conducting a lodestar cross-check, the court must first determine the dollar value of the  
19 proposed percentage-based fee award.” In *re Portal Software, Inc. Sec. Litig.* (“Portal Software”), No.  
20 C-03-5138-VRW, 2007 U.S. Dist. LEXIS 88886, 2007 WL 4171201, at \*14 (N.D. Cal. Nov. 26,  
21 2007). The requested award here is \$383,333.33, which represents a requested fee of 33 percent of the  
22 \$1,150,000 Settlement Amount.

23           The next step is to cross-check the proposed percentage fee against the lodestar. *Id.* “Three  
24 figures are salient in a lodestar calculation: (1) counsel’s reasonable hours, (2) counsel’s reasonable  
25 hourly rate and (3) a multiplier thought to compensate for various factors (including unusual skill or  
26 experience of counsel, or the ex ante risk of nonrecovery in the litigation).” In *re HPL Techs., Inc.*  
27 *Secs. Litig.*, 366 F. Supp. 2d 912, 919 (N.D. Cal. 2005). The first step in determining the lodestar is to  
28 determine whether the number of hours expended was reasonable. *Fischer v. SJB-P.D. Inc.*, 214 F.3d

1 1115, 1119 (9th Cir. 2000). However, when the lodestar is used as a cross-check for a fee award, the  
2 Court is not required to perform an “exhaustive cataloguing and review of counsel’s hours.” See  
3 *Schiller v. David’s Bridal, Inc.*, 2012 U.S. Dist. LEXIS 80776, 2012 WL 2117001 at \*20 (E.D. Cal.  
4 June 11, 2012); *In re Immune Response Sec. Litig.*, 497 F.Supp.2d 1166 (S.D. Cal. 2007)). Second, in  
5 analyzing the hourly rate, under both federal and state law, a Court must consider the prevailing  
6 market rate charged by attorneys of comparable experience, expertise, and skill for comparable work  
7 in the relevant community. *Blum v. Stenson*, 465 U.S. 886, 895-96 (1984); *Graham v.*  
8 *DaimlerChrysler Corp.*, 34 Cal. 4th 553 (Cal. 2004) (explaining that hourly rates are determined by  
9 comparable legal services in the relevant community); *Heritage Pacific Financial, LLC v. Monroy*,  
10 215 Cal. App. 4th 972 (Cal. App. 1st Dist. 2013) (in determining hourly rates, the court must look to  
11 the “prevailing market rates in the relevant community.” The rates of comparable attorneys in the  
12 forum district are usually used). Third, the multiplier is calculated from the ratio of the proposed  
13 percentage fee to the computed lodestar fee and is assessed for reasonableness. *Portal Software*, 2007  
14 U.S. Dist. LEXIS 88886, 2007 WL 4171201, at \*14.

15 **A. Adjusted Lodestar**

16 Class counsel consists of two attorneys: senior lead attorney Kenneth H. Yoon and associate  
17 Stephanie E. Yasuda. Plaintiff calculated a lodestar amount totaling \$331,722.50, based on varying  
18 rates ranging from \$400 per hour for Ms. Yasuda to \$695.00 for Mr. Yoon. See Declaration of  
19 Kenneth Yoon (“Yoon Decl.”), (Doc. 53-1 at 12). Counsel attests that their lodestar amount is based  
20 on 558.2 hours of work over two years. (Doc. 53-1 at 5). See Yoon Decl., Ex. A at 9. Plaintiff asserts  
21 that the lodestar cross-check supports the reasonableness of his fee request because the lodestar  
22 calculation—a little over 28% of the common fund—is akin to the 33% contemplated in the settlement  
23 agreement. (Doc. 53 at 16). Assuming the hours reported are reasonable, the fees requested are “a  
24 modest” 1.15 times the lodestar calculated by Class Counsel. (Doc. 53 at 17).

25 Significantly, however, the hourly rates presented by Mr. Yoon and Ms. Yasuda to calculate  
26 this amount exceed those generally awarded in the Fresno Division of the Eastern District of  
27 California. At the hearing, the Court questioned counsel about the appropriate community for  
28 determining attorney rates. Plaintiff argued that class counsel should be awarded the prevailing rates



1 for Los Angeles and not Fresno. Plaintiff further explained that before filing his lawsuit in this Court,  
2 he called several local and non-local attorneys, none of whom would take his case until he spoke with  
3 Mr. Yoon. See Declaration of James Richardson (“Richardson Decl.”) ¶ 13, (Doc. 53-3 at 4).  
4 Plaintiff was given a further opportunity to address the appropriate hourly rates for cases initiated in  
5 the Fresno division in his supplemental declaration, but failed to do so. *Blum v. Stenson*, 465 U.S. 886,  
6 895-96, 895 n.11 (1984) (the fee applicant bears a burden to establish that the requested rates are  
7 commensurate “with those prevailing in the community for similar services by lawyers of reasonably  
8 comparable skill, experience, and reputation.”). Consequently, Mr. Yoon’s declaration is insufficient  
9 to justify Plaintiff’s proposed hourly rates.

10 Pursuant to both Ninth Circuit authority and cases in the Eastern District, the “relevant  
11 community” for purposes of determining the reasonable hourly rate is the district in which the lawsuit  
12 proceeds. See, e.g., *Davis v. Brown Shoe Co.*, 2015 U.S. Dist. LEXIS 149010 (E.D. Cal. Nov. 3,  
13 2015); *Barjon v. Dalton*, 132 F.3d 496, 500 (1997); *Torchia v. W.W. Grainger, Inc.*, 304 F.R.D. 256,  
14 276 (E.D. Cal. 2014). Plaintiff has not presented any reason to deviate from the application of Fresno  
15 rates for Fresno cases.

16 Recently, rates for the Fresno Division have been identified between \$250 and \$380, with the  
17 highest rates reserved for attorneys with more than 20 years of experience. *Sanchez v. Frito-Lay, Inc.*,  
18 2015 U.S. Dist. LEXIS 102771, 2015 WL 4662636, \* 18 (E.D. Cal. Aug. 5, 2015); *Torchia*, 304  
19 F.R.D. at 276. For those attorneys with less than 10 years of experience, the expected range is between  
20 \$175 and \$300 per hour, with attorneys having four and five years of experience being awarded \$200  
21 per hour. *Sanchez*, 2015 U.S. Dist. LEXIS 102771, 2015 WL 4662636 at \*18; *Torchia*, 304 F.R.D. at  
22 276; *Rosales v. El Rancho Farms*, Case No. 1:12-cv-01934-AWI-JLT, 2015 U.S. Dist. LEXIS 95756,  
23 2015 WL 4460918, \*24-25 (E.D. Cal. Jul. 21, 2015) (applying rate of \$380/hour for attorneys in  
24 practice 20 years or more; \$350/hour for attorneys in practice between 15 and 20 years; \$300/hour for  
25 attorneys in practice between 10 and 15 years; \$225/hour for attorneys in practice between 5 and 10  
26 years; \$175/hour for attorneys in practice less than five years) (findings and recommendations adopted  
27 October 2, 2015).

1 Applying Fresno Division rates based on the \$250-\$380 range, and consistent with those  
2 assigned in Davis, hours for senior lead attorney Kenneth Yoon, who has been in practice since 1998  
3 will be calculated at the rate of \$350 per hour. For attorney Stephanie Yasuda, who has been in  
4 practice since 2009, the hourly rate is adjusted to \$225 per hour. With these rate adjustments to  
5 prevailing market rates, the lodestar amount is reduced by \$159,177.50 to a total of **\$172,545.00**.

6 **B. Amount of Fees to be Awarded**

7 Significantly, there is a strong presumption that the lodestar is a reasonable fee. Torchia, 304  
8 F.R.D. at 277. However, adjustments to increase or decrease the lodestar amount are sometimes  
9 appropriate and justify the use of a “lodestar multiplier.” Clark v. City of L.A., 803 F.2d 987, 991 (9th  
10 Cir. 1986); see also Fischel v. Equitable Life Assur. Society of U.S., 307 F.3d 997, 1008 (9th Cir.  
11 2002). “It is an established practice in the private legal market to reward attorneys for taking the risk  
12 of non-payment by paying them a premium over their normal hourly rates for winning contingency  
13 cases.” Fischel, 307 F.3d at 1008. Generally, a district court has discretion to apply a multiplier to the  
14 attorney’s fees calculation to compensate for the risk of nonpayment. Fischel, 307 F.3d at 1008; see  
15 also In re Coordinated Pretrial Proceedings in Petroleum Products Antitrust Litig. v. Exxon Corp.,  
16 109 F.3d 602, 609 (9th Cir. 1997).

17 Here, the requested fee of \$383,333.33 is greater than the lodestar calculated by Class Counsel  
18 of \$331,722.50. This would result in a multiplier of approximately 1.15. Significantly, however, as  
19 seen above, the hourly fees used to calculate this amount must be reduced to reflect the market rate  
20 within this community. With these rate adjustments to prevailing market rates the lodestar amount is  
21 reduced to a total of \$172,545.00. Accordingly, the requested fees of \$383,333.33 would result in a  
22 multiplier of approximately 2.22.<sup>2</sup>

23 To determine whether the lodestar multiplier is reasonable, the following factors may be  
24 considered: (1) the amount involved and the results obtained, (2) the novelty and difficulty of the  
25 questions involved, (3) the skill requisite to perform the legal service properly, (4) the preclusion of  
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27 <sup>2</sup> The “lodestar multiplier” is calculated by dividing the percentage fee award by the lodestar calculation. Fischel v.  
28 Equitable Life Assur. Society of U.S., 307 F.3d 997,1008 (9th Cir. 2002). Here, a multiplier of 2.22 is calculated by  
dividing \$383,333.33 by the adjusted lodestar of \$172,545.00.

1 other employment by the attorney due to acceptance of the case, (5) the customary fee, (6) whether the  
2 fee is fixed or contingent, (7) time limitations imposed by the client or the circumstances, (8) the  
3 amount involved and the results obtained, (9) the experience, reputation, and ability of the attorneys,  
4 (10) the undesirability of the case, (11) the nature and length of the professional relationship with the  
5 client, and (12) awards in similar cases. *Id.* at 1007, n. 7 (citing *Kerr v. Screen Extras Guild, Inc.*, 526  
6 F.2d 67, 70 (9th Cir. 1975)); see also *Bond*, 2011 U.S. Dist. LEXIS 70390, 2011 WL 2648879, at \*13.

7 Here, Plaintiff contacted several local and non-local attorneys who all refused to take his case  
8 until Mr. Yoon agreed to do so. After contacting Mr. Yoon, Class Counsel undertook considerable  
9 financial risks in this litigation by accepting this case on a contingency basis. The contingent nature of  
10 the representation has resulted in Class Counsel litigating this matter for approximately two years  
11 without compensation. Counsel also achieved an excellent result and generated a significant benefit  
12 for the class. Each class member will receive approximately \$5,000, which is substantial given the  
13 nature of Plaintiff's claims. Also of significant importance to the Court is Class Counsel's unique and  
14 distinct skill set which ultimately provided cost savings to the Class. As discussed above, Mr. Yoon  
15 has formal education in computer systems and databases which played an important role in the  
16 analysis of Defendants' computerized records for purposes of identifying class-wide issues. This  
17 formal education in mathematics, statistics and computer science provided advanced knowledge to  
18 litigate this wage and hour class action to an efficient resolution. Taken together, these factors justify  
19 an upward adjustment above the benchmark.

20 However, even given the risks inherent to this case, the results obtained, and the specialized  
21 skill counsel used to achieve settlement, the Court finds that other factors weigh against granting a  
22 33% fee award. Settlement was achieved quite early in the litigation and as a result, Class Counsel was  
23 not faced with a dispositive motion challenging the merits of Plaintiff's claims. The parties also  
24 attended mediation before filing a motion for class certification and consequently there was little in the  
25 way of motion practice prior to seeking approval of the Settlement.<sup>3</sup> Moreover, Plaintiff does not  
26

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27 <sup>3</sup> On November 14, 2014, Plaintiff filed a motion to compel (Doc. 16), which the Court resolved informally on  
28 December 5, 2014. (Doc. 20). Subsequently on January 2, 2015, Plaintiff filed a motion for leave to file a second  
amended complaint. Defendants filed a limited opposition to the motion agreeing to the majority of Plaintiff's proposed

1 allege that he faced any complicated factual issues nor does this action appear to have hampered Class  
2 Counsel's ability to take on other cases.

3 Thus, the Court has considered the totality of the circumstances in the award of attorney fees.  
4 Ultimately, because Plaintiff received an excellent result in this action, coupled with class counsel's  
5 specific and unique skill set that reduced costs to the class, the Court finds that an above benchmark  
6 award of 30% is justified here. This balancing takes into account the original request for an upward  
7 adjustment of the percentage-of-fund amount from 25% to 33%, and the significantly lower lodestar  
8 cross-check. This percentage of the common fund is also supported by other cases in this district  
9 where Court's concluded that a 30 percent or higher award was appropriate in wage and hour class  
10 actions where class counsel achieved an excellent result and earned fees for the class in excess of what  
11 class counsel would receive. See, e.g., *Barbosa v. Cargill Meat Solutions Corp.*, 297 F.R.D. 431, 2013  
12 U.S. Dist. LEXIS 93194, 2013 WL 3340939 (E.D. Cal. 2013) (court approved attorney's fees in the  
13 amount of 33.3 percent of the common fund in a wage and hour class action); *Bond v. Ferguson*  
14 *Enterprises, Inc.*, No. 1:09-cv-01662-OWW-MJS, 2011 WL 2648879, 2011 U.S. Dist. LEXIS 70390  
15 (E.D. Cal. June 30, 2011) (court approved attorneys' fees in the amount of 30 percent of the common  
16 fund); *Vasquez v. Coast Valley Roofing*, 266 F.R.D. 482 (E.D. Cal. 2010) (wage-and-hour action  
17 putative class-action settlement where court approved award of attorneys' fees in the amount of 33.3  
18 percent of the common fund); *Baganha v. Cal. Milk Transport*, No. 1:01-cv-05729-AWI-LJO (class-  
19 action settlement where court approved attorneys' fees in the amount of 31.25 percent of settlement  
20 amount). Accordingly, the Court GRANTS Class Counsel's request for attorneys' fees in the modified  
21 amount of \$345,000.00 which is 30% of the gross settlement amount.

### 22 3. Costs

23 Counsel asks for an award of costs of \$25,000.00, which includes court fees, court reporter  
24 charges, mediation fees, and travel expenses. According to class counsel, the actual costs incurred  
25 exceeded the amount requested by \$5,245.78. Yoon Decl. ¶ 9. Attorneys are entitled "recover as part  
26 of the award of attorney's fees those out-of-pocket expenses that would normally be charged to a fee  
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28 amendments but sought to clarify the employment relationship of Defendant Home Depot. (Doc. 28). On February 3,  
2015, the Court granted Plaintiff leave to amend. (Doc. 28).

1 paying client.” *Harris v. Marhoefer*, 24 F.3d 16, 19 (9th Cir.1994) (citation omitted). Plaintiffs should  
2 support an expense award by submitting an itemized list of their expenses by category and the total  
3 amount advanced for each category, which allows the Court to assess whether the expenses are  
4 reasonable. See, e.g., *Lopez v. Bank of America, N.A.*, 2015 WL 5064085, \* 7 (N.D. Cal. Aug. 27,  
5 2015).

6 Previously, this Court noted cost “including filing fees, mediator fees . . . , ground  
7 transportation, copy charges, computer research, and database expert fees . . . are routinely reimbursed  
8 in these types of cases.” *Alvarado v. Nederend*, 2011 U.S. Dist. LEXIS 52793, 2011 WL 1883188 at  
9 \*10 (E.D. Cal. Jan. May 17, 2011). Upon review, it appears that the primary expenses incurred  
10 resulted from mediation, travel and expert fees. Accordingly, the request for litigation costs in the  
11 amount of \$25,000 is GRANTED.

#### 12 **4. Enhancement Awards**

13 Named plaintiffs, as opposed to designated class members who are not named plaintiffs, are  
14 eligible for reasonable incentive payments. *Staton v. Boeing Co.*, 327 F.3d 938, 977 (9th Cir. 2003).  
15 Incentive awards “are discretionary ... and are intended to compensate class representatives for work  
16 done on behalf of the class, to make up for financial or reputational risk undertaken in bringing the  
17 action, and, sometimes, to recognize their willingness to act as a private attorney general.” *Rodriguez*,  
18 563 F.3d at 958–59 (internal citation omitted). District courts must evaluate incentive awards  
19 individually, using “relevant factors including the actions the plaintiff has taken to protect the interests  
20 of the class, the degree to which the class has benefitted from those actions, the amount of time and  
21 effort the plaintiff expended in pursuing the litigation and reasonable fears of workplace retaliation.”  
22 *Staton*, 327 F.3d at 977.

23 Class Counsel requests that the Court confirm the enhancement award of \$20,000.00 to  
24 compensate Plaintiff for his efforts on behalf of the class. (Doc. 53 at 18). At the preliminary  
25 approval hearing, the Court noted that this is significantly more than typical enhancement awards in  
26 the Ninth Circuit, where \$5,000 is presumptively reasonable. See *Harris v. Vector Marketing Corp.*,  
27 2012 U.S. Dist. LEXIS 13797, 2012 WL 381202, at \*7 (N.D. Cal. 2012) (“Several courts in this  
28 District have indicated that incentive payments of \$25,000 are quite high and/or that, as a general

1 matter, \$5,000 is a reasonable amount.”) (citations omitted). The Court provided Plaintiff with an  
2 opportunity to provide a more detailed declaration describing the risks Plaintiff faced as class  
3 representative, whether he signed a broader release than unnamed class members, any specific  
4 activities he performed as class representative and other factors the Court should consider when  
5 determining the reasonableness of an enhancement award. (Doc. 52 at 12-16).

6 In a supplemental declaration filed on September 11, 2016 and echoed by Plaintiff in a later  
7 declaration, class counsel explained that Plaintiff researched the discrepancies in his pay stubs for over  
8 a year before filing a complaint with the labor commissioner. See Declaration of Kenneth Yoon  
9 (“Yoon Decl.”), ¶ 5 (Doc. 46). Plaintiff further believes a \$20,000 enhancement award is appropriate  
10 because he played a pivotal role in the initiation of this lawsuit. He faced great difficulty in obtaining  
11 records to substantiate his claims before filing a complaint with the labor commissioner for a claim of  
12 \$20,766.14. See Declaration of James Richardson (“Richardson Decl.”), ¶ 9, (Doc. 53-3). Plaintiff  
13 estimates that he spent approximately 130 hours pursuing this action over a period of three years.  
14 During that time, Plaintiff, attempted to gather documents for discovery in this action, had numerous  
15 telephonic meetings with class counsel, and participated in all stages of litigation. Richardson Decl. ¶  
16 19-22.

17 Beyond investing time in the litigation, Plaintiff further explains that he has suffered  
18 financially by bringing this action. Once suit was filed in this Court, Plaintiff suffered a cutback in his  
19 hours, which he believes was in retaliation for initiating this action. Richardson Decl. ¶ 17. Further,  
20 Plaintiff released his rights to his claim with the labor commissioner, valued at over \$20,000.00.

21 While the Court is unwilling to award Mr. Richardson the requested \$20,000, the Court will  
22 credit the efforts made by Plaintiff and award a \$15,000 enhancement award for several reasons. First,  
23 an award of \$15,000 is only three times the amount the average class member will receive.  
24 Accordingly, there is not a large discrepancy between the Court’s incentive award and the amount  
25 awarded to class members. See *Ko v. Natura Pet Prods.*, 2012 U.S. Dist. LEXIS 128615 (N.D. Cal.  
26 Sept. 10, 2012) (denying \$20,000 incentive award where class members were expected to receive  
27 \$35). Thus, in light of Plaintiff’s significant efforts, an award of \$15,000 does not appear grossly  
28

1 disproportionate to the estimated average recovery of other individual class members of approximately  
2 \$5,000.

3 Second, settlement included a broad personal release of Plaintiff's claims valued at a minimum  
4 of \$20,766.14. The Court thus believes an award higher than the presumptive \$5,000 enhancement is  
5 warranted to compensate for claims Plaintiff was unable to bring because he committed to proceeding  
6 as the named Plaintiff. See *Ontiveros v. Zamora*, 303 F.R.D. 356, 366 (E.D. Cal. 2014) (reducing a  
7 request for a \$20,000 enhancement award to \$15,000 where the named Plaintiff brought a class claim  
8 in lieu of bringing an individual action). Finally, Plaintiff appears to have been significantly involved  
9 in this litigation. He estimates over 130 hours in bringing this case to a resolution.

10 Based on these considerations, the Court finds that an award of \$15,000 is appropriate to  
11 compensate Plaintiff for the time and effort he spent.

## 12 CONCLUSION AND ORDER

13 Based on the foregoing, IT IS HEREBY ORDERED:

- 14 1. Plaintiff's Motion for Final Approval of the Settlement Agreement is **GRANTED**;
- 15 2. The terms of the proposed Settlement Agreement are found to be fair, adequate and  
16 reasonable and comply with Rule 23(e) of the Federal Rules of Civil Procedure;
- 17 3. Plaintiff's request for certification of the Settlement Class is **GRANTED** and defined  
18 as follows:  
19 plaintiff and any individuals employed by THD At-Home Services, Inc. and/or  
20 Measure Comp, LLC as measure techs in California at any time between  
21 January 23, 2010 and July 16, 2015, excluding any persons whose claims were  
22 released in connection with the class settlement in *Mejia v. MeasureComp, LLC*,  
23 Los Angeles Superior Court, No. BC 409729.
- 24 4. For purposes of the settlement, the above-defined settlement class be found to meet all  
25 of the requirements of Rule 23(a) and 23(b)(2).
- 26 5. The notice provided to the settlement class members, as well as the means by which it  
27 was provided, constitutes the best notice practicable under the circumstances and is in full  
28 compliance with the United States Constitution and the requirements of Due Process and Rule  
23 of the Federal Rules of Civil Procedure. Further, that such notice fully and accurately

1 informed settlement class members of all material elements of the lawsuit and proposed class  
2 action settlement, and each member's right and opportunity to object to the proposed class  
3 action settlement;

4 6. Plaintiff James Richardson is appointed as suitable representative for the Settlement  
5 Class;

6 7. Kenneth H. Yoon and Stephanie E. Yasuda, Law Offices of Kenneth H. Yoon are  
7 appointed as class counsel for the settlement class;

8 8. The settlement of civil penalties in the amount of \$7,500.00 as the State's portion of the  
9 PAGA payment paid to the State of California Labor and Workforce Development Agency;

10 9. The Court finds that the settlement administrator is entitled to \$8,000 for administrative  
11 fees;

12 10. The Court directs the parties to effectuate the settlement terms as set forth in the  
13 Settlement Agreement and the settlement administrator to calculate and pay the claims of the  
14 class members in accordance with the terms set forth in the Settlement Agreement.

15 11. Plaintiffs' motion for attorneys' fees, costs and expenses, and class representative  
16 incentive awards be **GRANTED IN PART and DENIED IN PART** as follows:

17 a. Reasonable attorneys' fees in the amount of \$345,000.00 and costs in the  
18 amount of \$25,000 be awarded to Plaintiff's counsel, the Law Offices of  
19 Kenneth H. Yoon; and

20 b. An incentive awards of \$15,000 to James Richardson consistent with the terms  
21 of the Settlement Agreement; and

22 12. This action be dismissed with prejudice and judgment entered in accordance with the  
23 terms of the agreement; however, the Court shall retain continuing jurisdiction to interpret,  
24 implement and enforce the settlement, and all orders and judgment entered in connection  
25 therewith.

26 IT IS SO ORDERED.

27 Dated: April 5, 2016

/s/ Barbara A. McAuliffe  
UNITED STATES MAGISTRATE JUDGE