JUDICIAL PANEL ON MULTIDISTRICT LITIGATION

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BEFORE THE JUDICIAL PANEL ON MULTIDISTRICT LITIGATION

IN RE CINTAS CORP. OVERTIME PAY ARBITRATION LITIGATIO

BEFORE WM. TERRELL HODGES, CHAIRMAN, D. LOWELL JENSEN, J. FREDERICK MOTZ, ROBERT L. MILLER, JR.,\* KATHRYN H. VRATIL, DAVID R. HANSEN AND ANTHONY J. SCIRICA, JUDGES OF THE PANEL

# TRANSFER ORDER

This litigation consists of the 71 actions, each pending in a different federal district, that are listed on the attached Schedule A. The Northern District of California hosts the first filed of this docket's constituent actions (*Veliz*), which is a March 2003 action brought, inter alia, under state law and the Fair Labor Standards Act (FLSA) against Cintas Corp (Cintas). *Veliz*, a "collective" action in which over 2,000 plaintiffs have now joined, is brought by Cintas employees or former employees who allege that Cintas failed to pay them required overtime wages. The other 70 civil actions now before the Panel are motions to compel arbitration just recently brought by Cintas in March 2006 against a total of approximately 1,800 persons, each of whom is also a *Veliz* opt-in plaintiff and is named in only one of the 70 actions brought by Cintas. The *Veliz* plaintiffs (including the opt-in plaintiffs who are defendants in the actions brought by Cintas) move the Panel, pursuant to 28 U.S.C. § 1407, for an order centralizing the MDL-1781 actions in the Northern District of California for coordinated or consolidated pretrial proceedings. Cintas, the *Veliz* defendant and plaintiff in the other 70 actions, opposes transfer.

On the basis of the papers filed and hearing session held, the Panel finds that these actions involve common questions of fact, and that centralization under Section 1407 in the Northern District of California will serve the convenience of the parties and witnesses and promote the just and efficient conduct of this litigation. Each person named in the 70 actions brought by Cintas is an opt-in plaintiff in *Veliz*, the remaining MDL-1781 action, and each of the 70 actions represents an effort by Cintas to compel a *Veliz* opt-in plaintiff who has asserted FLSA claims in *Veliz* to arbitrate those claims, not in the Northern District of California where *Veliz* is pending, but rather in the judicial district where the motion to compel was filed and where the respective defendants are (or were last) employed by Cintas. Resolution of the actions in this docket will require each of the 70 district courts where Cintas has brought suit to construe identical contractual arbitration clauses to determine i) whether the parties named in each motion to compel are refusing to arbitrate within the meaning of § 4 of the Federal Arbitration Act, and/or ii) whether the parties are complying with that obligation by seeking to arbitrate

<sup>\*</sup>Judge Miller did not participate in the decision of this matter.

collectively in an arbitration proceeding already occurring in the Normern District of California involving a subset of the Veliz plaintiffs. The degree to which the actions brought by Cintas are, intertwined with Veliz is further illustrated by Cintas's own allegations contained in the (wherein Cintas cites Veliz rulings and stipulations for purposes of collateral established and stipulations for the collateral establ in connection with the relief being sought). Additionally, each of the 70 courts in the actions brought by Cintas may also be required to address identical factual and legal arguments asserted in defense of those actions. Centralization under Section 1407 is necessary in order to eliminate duplicative discovery, prevent inconsistent pretrial rulings, and conserve the resources of the parties, their counsel and the judiciary.

In opposing transfer, Cintas has argued that the 70 actions which it has brought to compel arbitration are not "civil actions" and thus not within the scope of the transfer authority conferred on the Panel under Section 1407. In order to effectuate the statutory objectives, transfer under Section 1407 should contemplate the broadest sweep of the term, "civil action." Thus, to the extent that the motions to compel brought by Cintas are not criminal actions, are pending in federal district courts, and are suits of a civil nature, they are civil actions subject to transfer under Section 1407.

We conclude that the Northern District of California is an appropriate transferee forum in this docket because i) the district is where the first filed and significantly more advanced action is pending before a judge already well versed in the issues presented by the litigation; and ii) all parties are in agreement that if the litigation is centralized, the California district should be selected as transferee forum.

IT IS THEREFORE ORDERED that, pursuant to 28 U.S.C. § 1407, the actions listed on Schedule A and pending outside the Northern District of California are transferred to the Northern District of California and, with the consent of that court, assigned to the Honorable Saundra Brown Armstrong for coordinated or consolidated pretrial proceedings with the action on Schedule A and pending in that district.

FOR THE PANEL:

Wm. Terrell Hodges

Chairman

### **SCHEDULE A**

# MDL-1781 -- In re Cintas Corp. Overtime Pay Arbitration Litigation

### Middle District of Alabama

- Cintas Corp. v. Randall M. Cornelius, et al., C.A. No. 2:06-227

  Northern District of Alabama
- Cintas Corp. v. Darren Mitchell Anderson, et al., C.A. No. 2:06-492

  Southern District of Alabama
- Cintas Corp. v. Ramon J. Baudier, Jr., et al., C.A. No. 1:06-148

  District of Arizona
- Cintas Corp. v. Robert J. Abel, et al., C.A. No. 2:06-693

  Central District of California
- Cintas Corp. v. Roberto Carlos Alegria, et al., C.A. No. 2:06-1750

  Eastern District of California
- Cintas Corp. v. Ronald Arvizu, et al., C.A. No. 2:06-611

  Northern District of California
- Paul Veliz, et al. v. Cintas Corp., et al., C.A. No. 4:03-1180

  Southern District of California
- Cintas Corp. v. Daniel E. Ainsworth, et al., C.A. No. 3:06-632

  District of Colorado
- Cintas Corp. v. John D. Bickham, et al., C.A. No. 1:06-427

  <u>District of Connecticut</u>
- Cintas Corp. v. Eugene Christensen, et al., C.A. No. 3:06-360

### **District of Delaware**

- Cintas Corp. v. Charles Leroy Gray, et al., C.A. No. 1:06-162

  Middle District of Florida
- Cintas Corp. v. Alice Allen, et al., C.A. No. 8:06-400

  Northern District of Florida
- Cintas Corp. v. Joseph Frazier, et al., C.A. No. 3:06-103

  Southern District of Florida
- Cintas Corp. v. David J. Abrahamsen, et al., C.A. No. 0:06-60310

  <u>Middle District of Georgia</u>
- Cintas Corp. v. Matthew J. DeFelix, et al., C.A. No. 1:06-38

  Northern District of Georgia
- Cintas Corp. v. Jeffrey Aybar, et al., C.A. No. 1:06-569

  Southern District of Georgia
- Cintas Corp. v. Joe L. Banks, et al., C.A. No. 1:06-35

  <u>District of Idaho</u>
- Cintas Corp. v. David DeBilzan, et al., C.A. No. 1:06-104

  Central District of Illinois
- Cintas Corp. v. James Allen Burress, et al., C.A. No. 1:06-1068

### Northern District of Illinois

- Cintas Corp. v. Vince Agozzino, et al., C.A. No. 1:06-1343

  Northern District of Indiana
- Cintas Corp. v. James Atkins, et al., C.A. No. 2:06-85

  Southern District of Indiana
- Cintas Corp. v. Ryan Albright, et al., C.A. No. 1:06-401

  Southern District of Iowa
- Cintas Corp. v. Donald Allen Griffin, et al., C.A. No. 4:06-91

  <u>District of Kansas</u>
- Cintas Corp. v. Matthew L. Blackman, et al., C.A. No. 2:06-2091

  Eastern District of Kentucky
- Cintas Corp. v. Danny L. Brown, et al., C.A. No. 2:06-52

  Western District of Kentucky
- Cintas Corp. v. Jason Agostini, et al., C.A. No. 3:06-131

  <u>Eastern District of Louisiana</u>
- Cintas Corp. v. Jack Addison, et al., C.A. No. 2:06-1247

  Middle District of Louisiana
- Cintas Corp. v. Gustave Fontenot, Jr., et al., C.A. No. 3:06-188

# Western District of Louisiana

- Cintas Corp. v. Ivan Edward Avery, et al., C.A. No. 6:06-391

  District of Maine
- Cintas Corp. v. Randall Bowles, et al., C.A. No. 2:06-55

  <u>District of Maryland</u>
- Cintas Corp. v. Joe Andrews, et al., C.A. No. 8:06-641

  District of Massachusetts
- Cintas Corp. v. Philip Daniel Blaisdell, et al., C.A. No. 1:06-10442

  <u>Eastern District of Michigan</u>
- Cintas Corp. v. Brandon Alioto, et al., C.A. No. 2:06-11043

  Western District of Michigan
- Cintas Corp. v. Travis M. Ault, et al., C.A. No. 1:06-180

  District of Minnesota
- Cintas Corp. v. John Callahan, et al., C.A. No. 0:06-1012

  Southern District of Mississippi
- Cintas Corp. v. Gregory Cole Bigbee, et al., C.A. No. 3:06-137

  Eastern District of Missouri
- Cintas Corp. v. Relton Barnes, et al., C.A. No. 4:06-450

  Western District of Missouri
- Cintas Corp. v. Randall Adams, et al., C.A. No. 4:06-208

### District of Nebraska

- Cintas Corp. v. Jeffrey Anderson, et al., C.A. No. 8:06-262

  District of Nevada
- Cintas Corp. v. Anthony Dean Hamby, et al., C.A. No. 2:06-300

  District of New Jersey
- Cintas Corp. v. Joseph Allen, et al., C.A. No. 2:06-1164

  District of New Mexico
- Cintas Corp. v. Tony L. Bostick, et al., C.A. No. 1:06-185

  <u>Eastern District of New York</u>
- Cintas Corp. v. Troy Amott, et al., C.A. No. 1:06-1105

  Northern District of New York
- Cintas Corp. v. Hugh J. Kingsley, et al., C.A. No. 5:06-311

  Southern District of New York
- Cintas Corp. v. Louis Alves, et al., C.A. No. 1:06-1933

  Western District of New York
- Cintas Corp. v. Robert F. Bowles, Jr., et al., C.A. No. 6:06-6147

  <u>Eastern District of North Carolina</u>
- Cintas Corp. v. Matthew Anderson, et al., C.A. No. 5:06-113

### Middle District of North Carolina

- Cintas Corp. v. Gus Aranegui, et al., C.A. No. 1:06-225

  Western District of North Carolina
- Cintas Corp. v. Jonathan Allred, et al., C.A. No. 3:06-114

  Northern District of Ohio
- Cintas Corp. v. Bradley Agler, et al., C.A. No. 3:06-7083

  Southern District of Ohio
- Cintas Corp. v. Donald Adkins, et al., C.A. No. 1:06-126

  Eastern District of Oklahoma
- Cintas Corp. v. Robert Hall, et al., C.A. No. 6:06-97

  Northern District of Oklahoma
- Cintas Corp. v. Brent Berna, et al., C.A. No. 4:06-148

  Western District of Oklahoma
- Cintas Corp. v. Raymond Mac Harris, Jr., et al., C.A. No. 5:06-247

  District of Oregon
- Cintas Corp. v. Dennis Bassett, et al., C.A. No. 6:06-335

  <u>Eastern District of Pennsylvania</u>
- Cintas Corp v. Kenneth W. Baptist, et al., C.A. No. 2:06-1053

### Middle District of Pennsylvania

- Cintas Corp. v. Brian Ash, et al., C.A. No. 3:06-517
  Western District of Pennsylvania
- Cintas Corp. v. Christopher Derenzo, et al., C.A. No. 2:06-324

  District of Rhode Island
- Cintas Corp. v. Joseph E. Edwards, et al., C.A. No. 1:06-112

  District of South Carolina
- Cintas Corp. v. Thomas Eugene Alert, et al., C.A. No. 3:06-762

  Eastern District of Texas
- Cintas Corp. v. Stephen Barlow, et al., C.A. No. 1:06-137

  Northern District of Texas
- Cintas Corp. v. Bryan Armstrong, et al., C.A. No. 3:06-432

  Southern District of Texas
- Cintas Corp. v. Judd Allen, et al., C.A. No. 4:06-824

  Western District of Texas
- Cintas Corp. v. Issac Anaya, et al., C.A. No. 5:06-216

  District of Utah
- Cintas Corp. v. Wade Bell, et al., C.A. No. 2:06-205

# Eastern District of Virginia

- Cintas Corp. v. John O. Ansink, Jr., et al., C.A. No. 1:06-267

  Western District of Virginia
- Cintas Corp. v. Nelson Carter, Jr., C.A. No. 5:06-23

  <u>Eastern District of Washington</u>
- Cintas Corp. v. Scott Burgess, et al., C.A. No. 2:06-3023

  Western District of Washington
- Cintas Corp. v. Michael Anderson, et al., C.A. No. 2:06-332

  Eastern District of Wisconsin
- Cintas Corp. v. Nathan J. Andree, et al., C.A. No. 2:06-303

  Western District of Wisconsin

Cintas Corp. v. Chris Brown, et al., C.A. No. 3:06-133