Filed 12/26/24

Page 1 of 18 Page ID

Case 5:22-cv-00842-JLS-SHK Document 51

NOTICE OF MOTION AND MOTION

TO ALL CLASS MEMBERS, PARTIES AND THEIR ATTORNEYS OF RECORD:

Please take notice that on **February 21, 2025, at 10:30 a.m.**, or as soon thereafter as the matter may be heard, in the Courtroom of the Honorable Josephine L. Staton, Courtroom 8A, 8th Floor, United States District Court, Central District of California, First Street U.S. Courthouse, 350 West 1st Street, Los Angeles, CA 90012, Plaintiff Barbara Grady ("Plaintiff") will hereby move this Court for an Order approving a service award of \$5,000 to the Class Representative to be paid out of the non-reversionary, common settlement fund.

The service award sought is warranted in light of Ms. Grady's time and efforts in this case, including appearing for deposition, searching for documents, participating in mediation, and engaging in multiple conferences with counsel over the course of the case. She also took personal risks in bringing the lawsuit, rejected the opportunity to settle her claims individually, and fulfilled important public policies by prosecuting the case on behalf of others, rather than just herself. Moreover, Ms. Grady has agreed to a broader release than the Class and PAGA Release. The requested service award for Ms. Grady also falls comfortably within the range of service awards granted by the courts in comparable litigation

The Motion is made following the conference of counsel pursuant to L.R. 7-3.

This Motion is based on the accompanying Memorandum of Points and Authorities; the Declaration of Barbara Grady in Support of the Motion for Final Approval and Motion Service Award; the Declaration of Joshua Konecky in Support of the Motion for Final Approval, Reasonable Attorneys' Fees and Costs, and Service Award; such oral argument as may be heard by the Court; and all other papers on file in this action.

Filed 12/26/24 Page 3 of 18 Page ID

Case 5:22-cv-00842-JLS-SHK Document 51

TABLE OF CONTENTS II. SUMMARY OF PLAINTIFF'S WORK ON THIS CASE......2 Plaintiff invested substantial time and effort for the benefit of the B. The Class Members received a substantial benefit from Plaintiff's service.......6 C. E. The proposed service award is a small fraction of the settlement F. The proposed service award promotes the public policies G.

iii

TABLE OF AUTHORITIES

2	CASES
3	Alcantar v. Hobart Serv.,
4	2018 U.S. Dist. LEXIS 221900 (C.D. Cal. Aug. 13, 2018)9
5	Asare v. Change Grp. N.Y., Inc., 2013 U.S. Dist. LEXIS 165935 (S.D.N.Y. Nov. 15, 2013)
6	
7	Byles v. Ace Parking Mgmt., 2019 U.S. Dist. LEXIS 141272 (W.D. Wash. Aug. 20, 2019)7
8 9	DeWitt v. Darlington Cnty., 2013 U.S. Dist. LEXIS 172624 (D.S.C. Dec. 6, 2013)8
10	
11	Dynamex Operations W. v. Superior Court 4 Cal. 5th 903 (2018)10
12	Earley v. Superior Court 79 Cal.App.4th 1423 (Cal. 2000)
13	
14	Edwards v. First Am. Corp., 2016 U.S. Dist. LEXIS 188791 (C.D. Cal. Oct. 14, 2016)4
15	
16	Flo & Eddie, Inc. v. Sirius XM Radio, Inc., 2017 U.S. Dist. LEXIS 199172 (C.D. Cal. May 8, 2017)9
17	
18	Garner v. State Farm Mut. Auto. Ins. Co., 2010 U.S. Dist. LEXIS 49477 (N.D. Cal. Apr. 22, 2010)(
19	
20	
21	
22	In re Pep Boys Overtime Actions, 2008 U.S. Dist. LEXIS 126648 (C.D. Cal. Nov. 12, 2008)4
23	Lazarin v. Superior Court 188 Cal.App.4th 1560 (Cal. 2010)10
24	
25	Marsh v. P&G Paper Prods. Co., 2019 U.S. Dist. LEXIS 240576 (C.D. Cal. July 11, 2019)4
26	
27	
28	

Case 5:22-cv-00842-JLS-SHK Document 51 Filed 12/26/24 Page 6 of 18 Page ID

MEMORANDUM OF POINTS AND AUTHORITIES

I. INTRODUCTION

Plaintiff Barbara Grady requests that this Court approve a service award of \$5,000 for her important and substantial contributions to the Class in both the litigation and class settlement of this matter. The requested service award is warranted in light of Ms. Grady's time and efforts in helping Plaintiff's counsel to develop and prosecute this case; the personal risks she undertook in bringing this lawsuit; her rejection of the opportunity to settle her claims individually later in the case; her commitment to prosecuting the case in the best interests of the Class; the fact that she has nonetheless executed a broader release than the other Class Members; and the important public policies that she helped to vindicate by stepping forward to be the class representative. Ms. Grady agreed to the proposed settlement without any condition of receiving a service award because she was committed to bringing relief to the Class. Furthermore, the requested service award falls well within the range of service awards granted by the courts.

The requested service award would be paid from the \$1,658,410 Gross Settlement Fund and represent only 0.30% of the total settlement amount (and 0.5% of the net settlement amount to be distributed to the other Class and PAGA Members), further underscoring its reasonableness.

Ms. Grady has submitted a declaration that attests to her efforts and goals in bringing this case and helping her counsel to litigate it effectively on behalf of the Class. Ms. Grady worked diligently with counsel to represent the interests of the Class. She put aside her personal interests so that she could best represent the Class's interests and make the significant relief secured by this case a reality for over a thousand other Class Members. The service award she now requests is reasonable and warranted in consideration of the significant benefit that she has conferred on the Class Members through her work with counsel, her commitment to the case, the personal risks she took to serve as a class representative, and her agreement to a

broader release of claims than the unnamed Class Members.

For the reasons stated herein, Ms. Grady respectfully requests that this Court approve the proposed service award of \$5,000.

II. SUMMARY OF PLAINTIFF'S WORK ON THIS CASE

A more detailed description of the claims and citation to the evidence presented during the case can be found in Plaintiff's Motion for Class Certification, filed June 21, 2024 (ECF No. 41), Plaintiff's Motion for Preliminary Approval, filed July 26, 2024 (ECF No. 44), and Plaintiff's Motion for Final Approval, filed concurrently with this Motion.

Ms. Grady worked as a nurse for Defendant RCM Technologies (USA), Inc. (RCM) in September and October of 2020. She worked assignments for RCM at Hi Desert Continuing Care in Joshua Tree, California, and at "pop up" Covid 19 testing centers at the Rancho Cucamonga Sports Park, San Bernardino Orange Show, Hesperia, Lytle Creek, Rialto, Upland, Fontana, and Montclair. This also was during the height of the Covid-19 pandemic and the patient flow tended to be busy. *See* Declaration of Barbara Grady ISO Motion for Final Approval and Service Award ("Grady Final Approval Decl.") at ¶ 2.

Ms. Grady reports there were many occasions when she did not get off-duty meal periods of at least 30 minutes by the end of the fifth hour of work or off-duty rest periods every four hours while working at the Covid testing sites. Declaration of Barbara Grady in Support of Preliminary Approval, ECF No. 44-9 ("Grady Preliminary Approval Decl.") at ¶¶4-9. She describes that it was often too busy with the people getting tested for her and her co-workers to take off-duty meal and rest periods. *Id.* at ¶8. Still, a half-hour was regularly deducted from her pay based on the assumption that the nurses always received all their meal and rest periods in a timely fashion. *Id.* at ¶9. Ms. Grady was not paid any additional premium pay for

noncompliant meal or rest periods at any of the locations that she worked while employed by RCM. *Id*.

Ms. Grady also reports regularly needing to load and unload tables and equipment before and after the shift, but that this time often was not accounted for in the sign-in and sign-out time on the time sheets. Id. at ¶7.

Ms. Grady brought this case, not just because she felt RCM did not pay her correctly, but because she was concerned that RCM's policies caused other nurses like her to be deprived of their wage and hour rights too. She brought this case to seek redress for the nurses as a class, not just herself. *See* Grady Final Approval Decl. at ¶4; Grady Preliminary Approval Decl. at ¶10.

Ms. Grady has been committed to working with Class Counsel to prosecute this case in the best interest of the class. At various points during the case, such as when the Court denied approval of the previous settlement, she had the opportunity to settle her claims individually, but chose not to. *See* Grady Preliminary Approval Decl. at ¶11; Konecky Declaration at ¶106. However, she resisted those pulls and continued to prosecute the case on behalf of the class. *Id*.

Ms. Grady spent many hours with Class Counsel over the course of this case providing information and assisting them in bringing the claims forward. She traveled from her home in Covina, California to the downtown LA offices of RCM's attorneys to sit for deposition. *See* Grady Final Approval Decl. at ¶6; Konecky Declaration at ¶106. She also participated in the mediation on July 2, 2024, and had many discussions with Class Counsel during and after the mediation to evaluate the different settlement positions, the potential benefits and risks of litigation, and the mediator's proposal. *See* Grady Final Approval Decl. at ¶7; Konecky Declaration at ¶106.

Under the Settlement Agreement, Ms. Grady has agreed to a general release of all known and unknown claims. *See* Settlement Agreement at ¶60. This stands in

contrast to the narrower release for unnamed Class Members, who waive only those wage-and-hour claims that were pled or could have been pled based on the allegations in the Operative Complaint. *Id.* at ¶¶27, 58-59.

III. LEGAL STANDARD

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Service awards are common in class action cases. *Rodriguez v. West Publ'g Corp.*, 563 F.3d 948, 958 (9th Cir. 2009) (service awards "are fairly typical in class action cases."); *see also Staton v. Boeing Co.*, 327 F.3d 938, 977 (9th Cir. 2003) ("named plaintiffs ... are eligible for reasonable incentive payments."). The purpose of such awards is "to compensate class representatives for work done on behalf of the class [and] make up for financial or reputational risk undertaken in bringing the action..." *Rodriguez*, 563 F.3d at 958-59; *Staton*, 327 F.3d at 977.

Numerous courts in the Ninth Circuit have approved service awards of \$5,000 or more. See, e.g., Morin v. Lojack Corp., 2011 U.S. Dist. LEXIS 165606, at *4 (C.D. Cal. Dec. 7, 2011) (granting \$20,000 service award); Marsh v. P&G Paper *Prods. Co.*, 2019 U.S. Dist. LEXIS 240576, at *11-12 (C.D. Cal. July 11, 2019) (granting a \$5,000 service award); Edwards v. First Am. Corp., 2016 U.S. Dist. LEXIS 188791, at *3 (C.D. Cal. Oct. 14, 2016) (granting a \$5,000 service award); In re NCAA Ath. Grant-in-Aid Cap. Antitrust Litig., 2017 U.S. Dist. LEXIS 201108, at *25-*26, *26 n.69 (N.D. Cal. Dec. 6, 2017) (granting each class representative a \$20,000 service award and collecting cases in which courts have granted awards of \$5,000 and more); In re Pep Boys Overtime Actions, 2008 U.S. Dist. LEXIS 126648, at *7-8 (C.D. Cal. Nov. 12, 2008) (granting service awards of \$20,000 to each of seven named plaintiffs); Garner v. State Farm Mut. Auto. Ins. Co., 2010 U.S. Dist. LEXIS 49477, at *47, *47 n.8 (N.D. Cal. Apr. 22, 2010)(granting \$20,000; "Numerous courts in the Ninth Circuit and elsewhere have approved incentive awards of \$20,000 or more where, as here, the class representative has demonstrated a strong commitment to the class.") (collecting cases).

In evaluating the appropriateness of service awards, courts consider the

following relevant factors: (1) the amount of time and effort spent by the class 1 representative on the litigation; (2) the degree to which the class representative's 2 3 efforts benefitted the class; (3) the personal difficulties encountered by the class representative; (4) the duration of the litigation; (5) the personal benefit, or lack 4 thereof, enjoyed by the class representative as a result of the litigation; and (6) the 5 risk to the class representative in commencing suit, both financial and otherwise. See 6 7 Staton, 327 F.3d at 977; In re Toys R Us-Delaware, Inc. FACTA Litig., 295 F.R.D. 438, 470 (C.D. Cal. 2014). As discussed below, application of these factors 8 demonstrates that the service award requested in the Settlement for Ms. Grady is warranted here. 10 11 12 13

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IV. ARGUMENT

Plaintiff invested substantial time and effort for the benefit of the Α. **Class Members**

"An incentive award is appropriate where the 'class representatives remained fully involved and expended considerable time and energy during the course of the litigation." Waldbuesser v. Northrop Grumman Corp., 2017 U.S. Dist. LEXIS 223293, at *21 (C.D. Cal. Oct. 24, 2017) (citation omitted).

Here, Ms. Grady devoted many hours to the case. As discussed above, she provided important information to counsel, engaged in lengthy interviews with counsel, sat for deposition, searched for documents, appeared at the mediation, and provided sworn declarations. See Grady Final Approval Decl. at ¶¶6-7; Konecky Decl. at ¶¶106-108.

Ms. Grady's dedication and involvement have been essential to this case. There would be no case or settlement without her contributions and service.

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B. The Class Members received a substantial benefit from Plaintiff's service

In addition to weighing the amount of time and effort expended by the named plaintiffs, courts also consider the degree to which their efforts benefitted the class. *Staton*, 327 F.3d at 977 (internal citation omitted).

Here, Ms. Grady's numerous contributions to this litigation will significantly benefit the Class. First, the case would not have been filed but for Ms. Grady's time and effort in bringing the class complaints to the attention of Plaintiff's counsel. Second, Ms. Grady put her personal interests aside, rejected the opportunity to settle her claims individually, and committed herself to representing the interests of the Class as a whole. *See* Grady Final Approval Decl. at ¶16-7; Grady Preliminary Approval Decl. at ¶11; Konecky Declaration at ¶106. Third, the Class and PAGA Members stand to receive a substantial benefit from Plaintiff's efforts. Indeed, the Settlement Class Members are estimated to receive an average settlement share of approximately \$899 per person (an average of \$938 per person for Class Members who are also PAGA Members). *See* Konecky Decl. at ¶38. As discussed in Plaintiff's Motion for Final Approval, these recoveries compare favorably to comparable wage and hour cases, particularly given the relatively short-term nature of the work assignments and Class Period in this case. The substantial benefit Plaintiff's efforts have secured for the Class weigh in favor of granting the requested service award.

C. The service award is justified by the duration of the litigation

Perseverance in pursuing litigation on behalf of a class over several years of litigation weighs in favor of granting a service award. *See, e.g., In re NCAA Ath. Grant-in-Aid Cap. Antitrust Litig.*, 2017 U.S. Dist. LEXIS 201108, at *10-11, *26 (granting each class representative a \$20,000 service award where investigation and litigation lasted "more than three years" and "the class representatives spent a significant amount of time assisting in the litigation of th[e] case, preparing for and having their depositions taken, in searching for and producing documents . . . and in

conferring with counsel throughout the litigation."); *Byles v. Ace Parking Mgmt.*, 2019 U.S. Dist. LEXIS 141272, at *4 (W.D. Wash. Aug. 20, 2019) (granting \$5,000 service award and stating: "Plaintiff . . . participated meaningfully in a contested lawsuit, remained willing to provide assistance to the parties for over three years, and class counsel with evidence of the claims and her consent to make strategic decisions [in] the case."). Indeed, courts have granted awards of \$5,000 and more even in cases that have been pending for far less time than this case has. *See, e.g., Marsh*, 2019 U.S. Dist. LEXIS 240576, at *1, *11-12 (\$5,000; case pending a little over one year); *Morin*, 2011 U.S. Dist. LEXIS 165606, at *1, *4 (\$20,000; case pending about 1.5 years); *Garner*, 2010 U.S. Dist. LEXIS 49477, at *3, *47 (\$20,000; case pending for approximately two years).

Here, Ms. Grady has worked for the benefit of the Class for approximately three-and-one-half years. Ms. Grady provided interviews and information to Class Counsel, searched for documents, traveled to and sat for deposition, and participated in the mediation. *See* Grady Final Approval Decl. at ¶¶6-7. For these reasons, the duration factor weighs in favor of the requested service award.

D. Plaintiff acted in the best interests of the Class

In stepping forward to represent the class, Ms. Grady put her individual concerns aside and acted in the best interests of the class. *See* Grady Final Approval Decl. at ¶¶4-7. Moreover, when Ms. Grady accepted the proposed settlement on behalf of the Class, she did so without any condition that she would receive a service award. *See id.* at ¶8. Her support for the proposed settlement is in no way conditioned upon the promise of a service award. *Id.*

Additionally, Ms. Grady has agreed to a broader release that encompasses all known and unknown claims she may have against Defendants, not just the specific wage and hour claims more narrowly released by the other Class Members. *See* Settlement Agreement at ¶¶58-60.

E. Plaintiff took a substantial risk in bringing this class action

Another factor supporting the award of service payment is whether the class representative's service resulted in personal difficulties and/or whether they undertook significant risks to serve as class representatives. *See, e.g., Schaffer v. Litton Loan Servicing, LP*, 2012 U.S. Dist. LEXIS 189830, at *59 (C.D. Cal. Nov. 13, 2012); *Millan v. Cascade Water Servs., Inc.* 2016 WL 3077710, at *12 (E.D. Cal. May 31, 2016 (reasoning that service awards "are particularly appropriate in wage-and-hour actions where plaintiffs undertake a significant 'reputational risk' by bringing suit against their present or former employers.") (citation omitted). "When a class representative shoulders some degree of personal risk in joining the litigation, such as workplace retaliation or financial liability, an incentive award is especially important." *In re Toys R Us,* 295 F.R.D. at 470. Examples of risks to the plaintiff in commencing the litigation "includ[e] reasonable fears of workplace retaliation, personal difficulties, and financial risks." *Wren v. RGIS Inventory Specialists*, 2011 WL 1230826, at *32 (N.D. Cal. Apr. 1, 2011) (collecting cases).

Further, it is well established that plaintiffs in the employment context "face[] the risk that new employers would learn that they were class representatives in a lawsuit against their former employer and take adverse action against them. Moreover, each time they change jobs, they will risk retaliation in the hiring process." *Asare v. Change Grp. N.Y., Inc.*, 2013 U.S. Dist. LEXIS 165935, at *40 (S.D.N.Y. Nov. 15, 2013); *DeWitt v. Darlington Cnty.*, 2013 U.S. Dist. LEXIS 172624, at *38 (D.S.C. Dec. 6, 2013) (noting that incentive payments are especially warranted "where the plaintiff is often a former or current employee of the defendant, and thus, by lending her name to the litigation, she has, for the benefit of the class as a whole, undertaken the risk of adverse actions by the employer or co-workers.") (internal markings and citation omitted).

Here, Ms. Grady risked her reputation in the community and with future employment opportunities as a result of stepping forward publicly as the named

representative in a class action. Further, she bore the risk that she might have to pay defense costs if she lost the case.

F. The proposed service award is a small fraction of the settlement amount

In evaluating proposed service awards, courts compare the overall settlement benefits and the range of recovery available to the class members to the representative plaintiffs' proposed service awards. *See*, *e.g.*, *Staton*, 327 F.3d at 976-77; *Spann v. J.C. Penney Corp.*, 314 F.R.D. 312, 328 (C.D. Cal. 2016). The purpose of the inquiry is to ensure that the service awards have not compromised the ability of the representative plaintiff to act in the best interest of the class. *Radcliffe v. Experian Info. Solutions*, *Inc.*, 715 F.3d 1157, 1163 (9th Cir. 2013) (courts must scrutinize "the awards so that they do not undermine the adequacy of the class representatives"). Courts view more favorably those service awards which constitute "only a tiny fraction" of the total settlement amount. *See*, *e.g.*, *Mego Fin. Corp. Sec. Litig.*, 213 F.3d 454, 457-63 (9th Cir. 2000) (approving combined service awards constituting 0.57% of the \$1.725 million settlement); *Sandoval v. Tharaldson Employee Mgt.*, *Inc.*, 2010 WL 2486346, at *10 (C.D. Cal. June 15, 2010) (approving service award of \$7,500 where average class member received \$749.60, but service award was 1% of gross settlement).

Here, the proposed service award is quite modest in comparison to the overall benefits of the settlement and recovery to the class. The proposed service award of \$5,000 to Ms. Grady represents only approximately 0.3% of the total settlement amount and 0.5% of the net settlement amount to be distributed to the Class. *See, e.g., Alcantar v. Hobart Serv.*, 2018 U.S. Dist. LEXIS 221900, at *27-29 (C.D. Cal. Aug. 13, 2018) (granting a \$25,000 service award, which "represent[ed] just 0.6 percent of the total Settlement."); *Flo & Eddie, Inc. v. Sirius XM Radio, Inc.*, 2017 U.S. Dist. LEXIS 199172, at *31 (C.D. Cal. May 8, 2017) (granting \$25,000 each to two class representatives because, among other reasons, the total constituted only

0.2% of the settlement); *Watson v. Tennant Co.*, 2020 U.S. Dist. LEXIS 166823, at *12, 19 (E.D. Cal. Sep. 10, 2020) (approving service award of \$25,000 to named plaintiff where average recovery per class member was estimated to be \$8,830.14 and noting that "[t]his service award is less than three times the average award to individual class members, which is low relative to similar settlements.").

G. The proposed service award promotes the public policies underlying the California Labor Code

Approving the requested service award will promote important public policies underlying Plaintiff's wage-and-hour claims. Plaintiff's claims are brought under the California Labor Code, a remedial statute reflecting a strong remedial scheme and public policy of robust employee rights. *Murphy v. Kenneth Cole Prods. Inc.*, 40 Cal. 4th 1094, 1103 (Cal. 2007). Furthermore, the State's strong public policy in favor of strict enforcement of minimum wage and overtime laws is well-established and fundamental to the Labor Code's protective purpose. *See Sav-On v. Superior Ct.*, 34 Cal. 4th 319, 340 (Cal. 2004) (citing *Earley v. Superior Ct.*, 79 Cal.App.4th 1423, 1429-30 (Cal. 2000)) (confirming "a clear public policy . . . that is specifically directed at the enforcement of California's minimum wage and overtime laws for the benefit of workers."). Likewise, California's meal and rest period requirements also were designed to protect workers from substantial health and safety risks resulting from employer abuses. *See Lazarin v. Superior Ct.*, 188 Cal.App.4th 1560, 1582-83 (Cal. 2010).

Here, Ms. Grady's efforts and service helped to vindicate the important public policies underlying the State's wage and hours laws. Accordingly, this factor weighs heavily in favor of the requested service award.

V. CONCLUSION

For the foregoing reasons, Plaintiff respectfully requests that this Court approve a service award of \$5,000 for the Class Representative, Barbara Grady, for

Case 5:22-cv-00842-JLS-SHK Document 51 Filed 12/26/24 Page 17 of 18 Page ID

Filed 12/26/24

Page 18 of 18 Page ID

Case 5:22-cv-00842-JLS-SHK Document 51