1	Matthew S. Da Vega, State Bar No. 195443 Matthew H. Fisher, State Bar No. 229532	ELECTRONICALLY FILED Superior Court of California,		
2	DA VEGA FISHER MECHTENBERG LLP 232 East Anapamu Street	County of San Francisco		
3	Santa Barbara, CA 93101	03/15/2024 Clerk of the Court BY: SANDRA SCHIRO		
4	Telephone: (408) 758-8974 Facsimile: (877) 535-9358	Deputy Clerk		
5	Michael J. Jaurigue (SBN 208123)			
6	JAURIGUE LAW GROUP 300 West Glenoaks Blvd., Suite 300			
7	Glendale, California 91202 Telephone: (818) 630-7280			
8	Facsimile: (888) 879-1697			
9	Zareh A. Jaltorossian (SBN 205347) KP LAW			
10	150 East Colorado Blvd., Suite 206 Pasadena, CA 91105			
11	Tel: (626) 639-3525 Fax: (213) 986-312			
12	Attorneys for Plaintiffs Eric Gruber, Ever Gonzald	ez, Jeremy		
13	Earls and Certified Class			
14	SUPERIOR COURT OF THE STATE OF CALIFORNIA			
15	COUNTY OF SAN FRANCISCO			
16				
17	ERIC GRUBER; EVER GONZALEZ; and	Case No. CGC 16-554784		
18	JEREMY EARLS, individually and on behalf and all others similarly situated,	CLASS ACTION		
19	Plaintiffs,	PLAINTIFFS' NOTICE OF MOTION		
20	v.	AND MOTION FOR FINAL APPROVAL OF CLASS SETTLEMENT, CLASS		
21	YELP, INC., and DOES 1-10, inclusive,	REPRESENTATIVE SERVICE AWARDS, and ATTORNEYS FEES;		
22	Defendants.	MEMORANDUM OF POINTS AND		
23		AUTHORITIES IN SUPPORT OF		
24		MOTION;		
25		DECLARATION OF MATTHEW H. FISHER IN SUPPORT OF MOTION;		
26				
27				
28	PLAINTIFFS' MOTION FOR FINAL APPR	ROVAL OF CLASS ACTION SETTLEMENT		

1		DECLARATION OF MATTHEW S. DA VEGA IN SUPPORT OF MOTION;		
2 3		DECLARATION OF MICHAEL J. JAURIGUE IN SUPPORT OF MOTION;		
4 5		DECLARATION OF ZAREH JALTOROSSIAN IN SUPPORT OF MOTION;		
6 7		DECLARATION OF TED D. MECHTENBERG IN SUPPORT OF MOTION; and		
8		[PROPOSED] ORDER		
9		Date: April 10, 2024		
10		Time: 9:30 Dept.: 613		
1112		Action Filed: October 12, 2016 Assigned to the Hon. Andrew Y.S. Cheng		
13 14		1		
15	TO THIS HONORABLE COURT, ALL	INTERESTED PARTIES, and THEIR		
16	RESPECTIVE ATTORNEYS OF RECORD:			
17	PLEASE TAKE NOTICE that on April 1	0, 2024 at 9:30 a.m., or as soon as the matter may		
18	be heard, before the Honorable Andrew Y. S. Cheng, Department 613, Superior Court of California,			
19	County of San Francisco, located at 400 MacAllister St., San Francisco, CA 94102, Plaintiffs Eric			
20	Gruber, Ever Gonzalez, and Jeremy Earls ("Plaintiffs") pursuant to California Code of Civil			
21	Procedure §382 and California Rules of Court, rule 3.769, et seq., will and do move this Court for an			
22	Order granting final approval of the proposed class action settlement on the terms and conditions			
23	that this Court has previously approved ("The Motion"). The Motion is unopposed ¹ , and is made			
24	pursuant to the California Code of Civil Procedure §382 and California Rules of Court, rule 3.769, et			
25				
26				
27	¹ Yelp does not oppose this Motion, but it does not characterizations of fact or law in the Motion.	t agree with all of the statements or		

1	seq., and the Order	Granting Preliminary Approval of Class Settlement ("Preliminary Approval
2	Order"). Specifical	ly, Plaintiffs move the Court for an Order:
3	1.	Approving the Class Settlement (\$15,000,000) Maximum Settlement
4		Amount);
5	2.	Certifying the Class and Subclass for Settlement Purposes
6	3.	Appointing Plaintiffs Eric Gruber, Ever Gonzalez, and Jeremy Earls as "Class
7		Representatives" for settlement purposes;
8	4.	Appointing Matthew H. Fisher and Matthew S. Da Vega of Da Vega Fisher
9		Mechtenberg LLP, Michael J. Jaurigue of the Jaurigue Law Group, and Zareh
10		A. Jaltorossian of KP Law as Class Counsel for Settlement Purposes
11	5.	Approving Service Awards to the Class Representatives for their service to the
12		Class and taking the risks of bringing this Action as a class action, which has
13		resulted in substantial benefits to the Class, in a total amount of \$45,000
14		(\$20,000 to Plaintiff Eric Gruber, \$12,500 to Plaintiff Jeremy Earls, and
15		\$12,500 to Plaintiff Ever Gonzalez);
16	6.	Approving reasonable Attorneys' Fees to Class Counsel of \$5,000,000
17		(\$2,000,000 to Da Vega Fisher Mechtenberg LLP, \$1,500,000 to Jaurigue
18		Law Group, \$1,000,000 to KP Law, and \$500,000 to Dakessian Law, Ltd.)
19	7.	Approving reasonable expenses of \$274,195.19 for litigation costs incurred
20		in pursuing the claims;
21	8.	Approving estimated "Settlement Administration Costs" of no more than
22		\$600,000 paid to Epiq Class Action & Claims Solutions, Inc. ("Epiq") to
23		implement the terms of the Settlement; and
24	9.	Entering a Judgment approving the Settlement and retaining jurisdiction over
25		the parties to enforce the terms of the judgment.
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28	PLAINT	IFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT 3

1	Dated: March 15, 2024 DAVEGA FISHER MECHTENBERG LLP
2	AM HTT TO
3	By: Matthen Sher
4	Matthew H. Fisher
5	Attorney for Plaintiffs
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1	TABLE OF AUTHORITIES
2	Case Law
3	Bergman v. Thelen LLP, 2016 U.S. Dist. LEXIS 170861, *21-22 (N.D. Cal. Dec. 9, 2016)
4	<i>Blum v. Stenson</i> , 465 U.S. 886, 900 n.16 (1984)
5	Boeing Co. v. Van Gemert, 444 U.S. 472, 478 (1980)
6	<i>Central R. & Banking Co. v. Pettus</i> , 113 U.S. 116 (1885)
	<i>Chavez v. Netflix, Inc.</i> , 162 Cal.App.4 th 43, 66 n.11 (1 st Dist. 2008)
7 8	<i>Chu v. Wells Fargo Inv., LLC</i> , Nos. C 05-4526 MHP, C 06-7924 MHP, 2011 WL 672645, at *5 (N.D. Cal. Feb. 16, 2011)
9	<i>City & Cnty. of San Francisco v. Sweet ("Sweet")</i> , 12 Cal.4th 105, 110-11 (1995);
10	Destefano v. Zynga, Inc., 2016 WL 537946, at *21 (N.D. Cal. Feb. 11, 2016)
11	Dunk v. Ford Motor Co. (1996) 48 Cal.App.4th 1794, 1801
12	<i>Earley v. Sup. Ct.</i> (2000) 79 Cal.App.4th 1420, 1431-33
13	<i>Gruber v. Yelp Inc.</i> , 55 Cal.App.5th 591 (2020)15
14	Hopkins v. Stryker Sales Corp., 2013 WL 496358, at *4 (N.D. Cal. Feb. 6, 2013)
15	In re Activision Sec. Litig., 723 F. Supp. 1373, 1375 (N.D. Cal 1989)
16	In re M.D.C. Holdings Sec. Litig., 1990 WL 454747, at *7 (S.D. Cal. Aug. 30, 1990)
17	In re Pacific Enters. Sec. Litig., 47 F.3d 373, 378-79 (9th Cir. 1995)
18	Kullar v. Foot Locker Retail, Inc. (2008) 168 Cal.App.4th 116, 13027
19	Lafitte v. Robert Half International Inc. (2016) 1 Cal.5 th 480
20	Lealao v. Beneficial Cal., Inc., 82 Cal. App. 4th 19, 31 n.5
21	<i>Mirkarimi v. Nev. Property 1, LLC</i> , No. 12cv2160 BTM (DHB), 2016 WL 795878, at *6 (S.D. Cal.
22	Feb. 29, 2016)
23	Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles (2010) 186 Cal.App.4th 399, 40727
24	Potter v. Pacific Coast Lumber Co. (1951) 37 Cal. 2d 592, 602
25	<i>Project Veritas v. Schmidt</i> (9 th Cir. 2023) 72 F.4th 1043
26	<i>Quinn v. State</i> , 15 Cal.3d 162, 168 (1975
20	Rawlings v. Prudential-Bache Properties, Inc. (6th Cir. 1993) 9 F.3d 513, 516
28	PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT 6

1	<i>Staton v. Boeing Co.</i> , 327 F.3d 938, 977 (9th Cir. 2003
2	Sweet, 12 Cal.4th 105, 111 (1995)
3	<i>Trustees v. Greenough,</i> 105 U.S. 527 (1882)
4	Van Bronkhorst v. Safeco Corp. (9th Cir. 1976) 529 F.2d 943, 950
5	Van Vranken v. Atl. Richfield Co., 901 F. Supp. 294, 299 (N.D. Cal. 1995)
6	Vizcaino v. Microsoft Corp., 290 F.3d United States District Court Northern District 1043, 1051 n.6 (9th Cir. 2002)
7	Waters v. Intern. Precious Metals Corp., 190 F.3d 1291 (11th Cir. 1999);
8	Wershba v. Apple Computer, Inc. (2001) 91 Cal.App.4th 224, 244–45
9	<i>Williams v. Centerplate, Inc.</i> , No 11-CV-2159 H-KSC, 12-cv-0008-H-KSC, 2013 WL 4525428, at * (S.D. Cal. Aug. 26, 2013)
10	Williams v. MGM-Pathe Commun's. Co., 129 F.3d 1026 (9th Cir. 1997);
11	
12	<u>Statutes</u>
13	California Code of Civil Procedure ("CCP") §382
14	California Penal Code section 632.7,passim
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27	PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT
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MEMORANDUM OF POINTS AND AUTHORITIES I. INTRODUCTION AND SUMMARY OF SETTLEMENT TERMS

On behalf of themselves and similarly situated individuals, Plaintiffs Eric Gruber, Ever Gonzalez, and Jeremy Earls ("Plaintiffs") ("Plaintiffs" or "Class Representatives") respectfully move for final settlement approval of the \$15,000,000 (Fifteen Million Dollars) Gross Settlement Amount for the class claims asserted against Defendant Yelp, Inc. ("Defendant" or "Yelp") (or together with the Plaintiffs, the "Parties").

8 Plaintiffs and Defendant vigorously disagree on the merits of the case. Class certification, 9 liability and damages are all sharply disputed. Nevertheless, after over seven years of litigation, 10 investigations, numerous interviews, exchange of extensive information, data, and documents, party 11 and expert depositions, two motions for summary judgment/adjudications, a fully litigated motion 12 for class certification, an appeal, multiple Petitions for Writ of Mandamus and two mediations the 13 Parties reached an informed agreement to settle the class claims pursuant to their Class Action 14 Settlement and Release Agreement ("Settlement Agreement").

15 Plaintiffs filed their unopposed Motion for Preliminary Approval of Class Action Settlement. 16 A copy of the Settlement Agreement was submitted to the Court and attached to the Declaration of Matthew H. Fisher in support of that motion.

On October 23, 2023, the Court issued an Order: Re Motion for Preliminary Settlement. The Order expressed concerns with the proposed Settlement including the reasoning behind the amount of the settlement, the percentage of attorney's fees requested, and other nonmonetary provisions of the Settlement Agreement. The Court requested additional briefing/amendments to the Settlement Agreement to address the Court's concerns, and continued hearing on the Motion to December 21, 2023.

On or around December 7, 2023, the Parties submitted supplemental briefing providing further support for the settlement amount, agreeing to reduce the amount of attorneys' fees

PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT

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requested, and amending other nonmonetary provisions in the Settlement Agreement to address the Court's concerns.

3 On or around December 13, 2023, the Parties entered into an Amended Class Action 4 Settlement and Release Agreement ("Amended Settlement Agreement") which, among other things: 5 (1) reduced the attorney fee award from 37% to a maximum of one-third (33.33%) of the 6 \$15,000,000 proposed settlement (or \$5,000,000) and the service award requests on behalf of the 7 Class Representatives from \$75,000 (in total) to \$45,000 (in total); (2) limited the scope of the 8 Settlement's Confidentiality clause; (3) limited the scope of the release language applicable to absent 9 class members; and (4) increased the Settlement's opt-out blowup threshold from 5% to 7.5%. 10 On or around December 28, 2023, the Court issued an Order Granting Motion for 11 Preliminary Settlement Approval ("Preliminary Approval Order") approving the Amended 12 Settlement Agreement. The Court's Preliminary Approval Order states, in part: 13 "The Court finds that the Class and Subclass should continue to be certified for 14 settlement purposes consistent with Code of Civil Procedure section 382." 15 "The Court finds sufficient evidence that the terms of the Amended Settlement Agreement fall within a range that could ultimately be given final approval by this 16 Court as fair, reasonable, and adequate. In making this finding the Court has evaluated inter alia: the consideration to be provided by Defendant; both the 17 monetary and non-monetary terms of the Amended Agreement; the delay, costs, and 18 risks of further litigation; the history of discovery and litigation at the trial and appellate level in this proceeding that has allowed the parties to investigate, 19 develop, and test their respective legal theories; and the non-collusive, arms-length negotiations through which the settlement was reached with the assistance of a 20 mediator." 21 "The Court approves the long form and short form notices as revised and attached to 22 the declaration of Matthew Fisher filed on December 15, 2023. These approved notices are also attached here as Exhibits 1-2. The Court finds that distribution of the 23 approved notices in accordance with the plan set forth in the Amended Agreement (including through a settlement website) (a) constitutes the best notice practicable 24 under the circumstances, (b) constitutes valid, due, and sufficient notice to all 25 members of the Class (including the Subclass), and (c) complies fully with the requirements of California Code of Civil Procedure section 3 82, and California 26 Rules of Court 3.766 and 3.769." 27 28 PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT Q

"Matthew Fisher and Matthew Da Vega of Da Vega Fisher Mechtenberg LLP, Michael J. Jaurigue of Jaurigue Law Group, and Zareh A. Jaltorossian of KP Law are appointed as Class Counsel and shall represent the Class and Subclass in carrying out the terms of the Amended Settlement Agreement."

"Consistent with the Court's previous certification order, the Court confirms the appointment of plaintiffs Eric Gruber, Jeremey Earls, and Ever Gonzalez as Class Representatives."

In that Order the Court also set a date for the Final Approval/Fairness hearing for April 10, 2024 at 9:30 AM in Department 613. (Declaration of Matthew H. Fisher in Support of Plaintiffs' Unopposed Motion for Final Approval ["Fisher Decl."], Exhibit 1 – December 28, 2023 Order Granting Motion for Preliminary Settlement Approval ("Preliminary Approval Order").

On February 12, 2024, in accordance with the terms of the Amended Settlement Agreement and Preliminary Approval Order, the Class Settlement Administrator Epiq mailed the Court-approved Notice of Class Action and Proposed Settlement (aka "Notice Packets") via first class mail to all of the approximate 401,918 ascertainable Class Members with valid addresses after receiving the class member data and running a change of address search. Fisher Decl., Exhibit 2 – Declaration of Jeanne M. Chernila (On Behalf of Epiq) with Respect to Notice and Settlement Administration ["Chernila Decl."], ¶ 13). The "Opt-Out", dispute, and objection deadline will pass on March 28, 2024. (Exhibit 2 – Chernila Decl., ¶ 25).

As of March 14, 2024 the Settlement Administrator Epig reported that 15,978 (Fifteen Thousand Nine-Hundred Seventy-Eight) Notice Packets remain undeliverable, resulting in a 93.13% deliverable rate. (Chernila Decl., ¶ 16). Epiq further reported 11 (Eleven) Requests for Exclusion from Class Members ("Opt-Out"); and 1 (One) Objection. (Exhibit 2 – Chernila Decl., ¶ 22-23).

The average individual pre-tax gross settlement payment to each Settlement Class Members is 22 estimated at \$22.40. The highest individual settlement payment to a Settlement Class Member is 23 estimated at 617.72 and the lowest is estimated at 6.84. (Exhibit 2 – Chernila Decl., 924). After 24 the opt-out period has passed on March 28, 2024 Plaintiffs will submit a supplemental declaration from Epiq confirming the final amounts of these numbers. (Chernila Decl., \P 25). 25

26 As of the date of the filing of this motion, and pursuant to the terms of the Amended Settlement Agreement and Preliminary Approval Order, the Class will receive a minimum 27

1 Estimated Net Settlement Amount of \$9,005,000.00 (Nine Million five-thousand dollars) to pay Settlement Class Members. That amount was determined by subtracting Class Counsel's attorneys' fees [-\$5,000,000], Class Counsel's maximum litigation costs [-\$350,000], the Class Representative Enhancement Awards [-\$45,000 (split between 3 class representatives)], and the Settlement 4 Administrator maximum estimated costs [-\$600,000] from the Gross Settlement Amount 5 [\$15,000,000] to determine settlement fund payment to Class Members. (Exhibit 2 – Chernila Decl., 6 ¶ 24.) 7

This is an excellent result for Class Members, especially given the potential challenges 8 entailed in successfully litigating this case. In Class Counsels' opinion, this is a good result in light 9 of the disputed material factual and legal issues involved, the intrinsic risks of further litigation 10 without any assurance of a better outcome for Class Members, and the substantial benefits available 11 to Class Members under the Settlement. The Settlement promotes judicial economy and eliminates 12 the risk that Class Members could receive nothing after protracted litigation. 13 The Settlement's key terms are summarized as follows: 14 1. The Settlement Class/Subclass are defined as: 15 Class: "All individuals who, during the Class Period, while physically 16 present in California and using a cellular device, participated in an outbound telephone conversation with a sales representative of Yelp or its agent who 17 one-way recorded the conversation without first informing the individual that the conversation was being recorded." (Amended Settlement Agreement 18 §III.A.3) 19 Subclass: "All individuals who, during the Class Period, while physically 20 present in California and using a cellular device, participated for the first time in an outbound telephone conversation with a sales representative of Yelp or 21 their agent who one-way recorded the conversation without first informing the individual that the conversation was being recorded. (Amended 22 Settlement Agreement § III.A.3) 23 "Class Period" refers to the period of time from October 12, 2015, to May 24 24, 2017. (Amended Settlement Agreement § III.A.6.) 2. The Gross Settlement Amount: 25 The Settlement provides for Defendants to make a maximum payment of 26 **\$15.000.000** in settlement of all class claims in the case, including Attorneys' Fees and Expenses, all settlement administration costs, all settlement 27 PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT 28

1 2		payments to settlement class members, and the class representatives' enhancement payments (the "Gross Settlement Amount") (Amended Settlement Agreement §III.A.15.).
3	3.	The Estimated Net Settlement Fund to Class Members:
3 4		After deducting the Class Counsel's Attorneys' Fees (-\$5,000,000) and litigation costs (-\$350,000), Settlement Administration costs (-\$600,000), and
5		a Class Representative Enhancement Award (-\$45,000) from the total of the Gross Settlement Amount (\$15,000,000), the Participating Settlement Class
6		Members shall receive an Estimated Net Settlement Fund of \$9,005,000)
7		("Estimated Net Settlement Fund") based on a pro rata allocation formula. (Amended Settlement Agreement §III.A.16; Exhibit 1 to Amended Settlement Agreement.).
8	4.	Individual Settlement Share Calculations:
9		"Settlement Share" means the individual portion of the Net Settlement Fund
10		that each Participating Class Member is eligible to receive. The Settlement Administrator shall calculate each identified Participating Class Member's
11		Settlement Share as follows: First, each identified Participating Class Member shall receive \$5 (five) dollars. Second, each identified Participating
12		Class Member shall receive a pro-rata share of the remaining proceeds of the
13		Estimated Net Settlement Fund. The pro-rata share is an amount that is proportional to the number of calls that the Class Member received on his or
14		her cell phone during the Class Period that were the subject of a one-sided recording (e.g., if there were 100 calls received by all Participating Class
15		Members during the Class Period and Class Member #1 received 1 call during the Class Period he/she would receive 1/100 (one hundredth) of the
16		remaining proceeds of the Estimated Net Settlement Fund as his or her pro-
17		rata share). The \$5 (five dollar) payment plus the pro-rata share equals the Settlement Share to be distributed to the Participating Class Member.
18	5.	(Amended Settlement Agreement § III.A.29.) Notice Period and Response/Opt-Out Deadline:
19	5.	"Response Deadline(s)" means the deadline by which Class Members must
20		submit to the Settlement Administrator valid Requests for Exclusion/Opt
21		Outs or Objections or Disputes. Requests for Exclusion/Opt Out or Objections or Disputes must be submitted with proof of the submission date
22		(such as a U.S. Postal Service postmark or another delivery service date stamp) on or before the Response Deadline. The Response Deadline (March
23		28, 2024) shall be forty-five (45) calendar days from the mailing of the
24		Notice of Settlement to the Class Member (February 12, 2024). (Amended Settlement Agreement §III.A.24.)
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28		PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT
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1	6.	Release of Claims For Settling Class Members:
2		The Amended Settlement Agreement provides for a release of claims for Class Members who did not timely submit an "Opt-Out" Request. The released claims include:
3 4		"any and all known and unknown claims and causes of action against Yelp and the Released Parties that reasonably arise out of or reasonably relate to
5		the allegations in Plaintiffs' First Amended Complaint, including Plaintiffs' allegations that during the Class Period (October 12, 2015 to May 24, 2017),
6 7		Yelp made one-sided recordings of calls between Yelp representatives and individual business owners or employees without disclosing to the individual business owners or employees that Yelp was recording its own representative
8		during the calls." (Amended Settlement Agreement §V.A.)
9		The "Released Parties" means "Yelp Inc. and any current and former parents, divisions, subsidiaries and affiliated companies or entities, and their respective officers, directors, employees, investors, insurers, administrators,
10		representatives, partners, shareholders and agents, and any other predecessors
11		and successors, assigns and legal representatives and their related persons and entities. (Amended Settlement Agreement §22.) The Amended Settlement
12		Agreement also provides Defendant with a general release from named Plaintiffs/Class Representatives, including a Civil Code § 1542 waiver.
13		(Amended Settlement Agreement § V.B)
14	7.	Settlement Administrator Costs
15		"Settlement Administration Costs" means the costs payable to the Settlement
16 17		Administrator (Epiq) for all fees and expenses reasonably and necessarily incurred as a result of administering this Settlement, including, but not limited to, the cost of providing notice of the proposed settlement to the Class, the cost of administering the
18		settlement and any settlement fund created as a result of this Agreement. The Settlement Administration Costs are estimated to be between \$450,000 and \$750,000
19		and shall be payable from, and not in addition to, the Gross Settlement Amount. Epiq's current estimate of Settlement Administration Costs is no more than \$600,000
20		(Amended Settlement Agreement §III.A.27; (Exhibit 2 –Chernila Decl., ¶ 24.)
21	8.	Class Representative Enhancement Award
22		Pursuant to the terms of the Settlement, Plaintiffs will seek
23		Enhancement/Service Award Payments of up to \$45,000.00 from the Gross
24		Settlement Amount to be split (not necessarily evenly) among the three Named Plaintiffs (Amended Settlement Agreement §VII.D)
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28	1	PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT 13

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Class Counsel Award (Attorney Fees and Costs)

Class Counsel may apply to the Court for an award of up to **\$5,000,000 in attorney fees** plus reimbursement of up to **\$350,000 in litigation costs** (Amended Settlement Agreement §VIII.A)

The final approval of the Settlement is appropriate as all requirements for a class action have been satisfied and the terms of the Settlement are fair and reasonable.

II. FACTUAL BACKGROUND

7 This case is brought as a class action under California Code of Civil Procedure ("CCP") §382. 8 This class action lawsuit arises out of Yelp's alleged policy and practice of illegally Yelp's Sales 9 Representatives' side of calls made to and from prospective clients (both large and small business owners). Plaintiffs allege that Yelp has a policy and practice by which Yelp automatically "one-10 11 way" records these calls (i.e., records its employees' side of telephone calls) regarding the sales of 12 Yelp's products (advertising on YELP's website). Plaintiffs allege that Yelp intentionally and 13 surreptitiously one-way recorded telephone calls between business owners and YELP's Sales 14 Representatives without warning or disclosing to callers that they were doing so.

Plaintiffs allege that Yelp violated the California Invasion of Privacy Act ("CIPA"),
specifically California Penal Code section 632.7, by "one-way recording" conversations during
outbound cellular phone calls to actual and potential Yelp customers in California without notice to
or consent from the call recipient. During the course of the litigation, Plaintiffs identified
approximately 422,314 unique cell phone numbers that Yelp Sales Representatives called during the
Class Period (October 12, 2015 through May 24, 2017) that were subject to Yelp's automatic oneway recording policy.

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III. PROCEDURAL HISTORY

October 12, 2016 (Original CIPA Complaint Filed in San Francisco Superior Court):
This CIPA action was filed October 12, 2016 by Plaintiff Eric Gruber represented by the firm of
Da Vega Fisher Mechtenberg LLP asserting, among other things, claims under Penal Code section
632 and 632.7 for recording of Plaintiff's calls without notice.

February 2017 (Plaintiff's First Set of Discovery Propounded): Plaintiff propounded a
 first set of Form Interrogatories and Requests for Production seeking call information, recording
 policies and protocols, and call recording data reporting from Yelp.

May 2017 (Yelp Files Motion for Summary Judgment): In May 2017, Yelp moved for
summary judgment on a variety of theories, including that (1) Yelp did not make any two-sided
recordings of Plaintiff Eric Gruber without his consent; (2) the Penal Code did not prohibit the
making of one-sided recordings of only a Yelp representative speaking during calls with Gruber; and
(3) section 632.7 of the Penal Code did not apply to calls made to or from phones that use Voice
over IP technology, *i.e.*, "VoIP phones."

10 May 2017- February 2018 (Plaintiff Conducts Class-Wide Discovery and Files 11 Discovery Motions): Plaintiff associated in Jaurigue Law Group as trial co-counsel. Plaintiff 12 deposed Yelp's person most qualified, Zachary Pleau (who was deposed a total of three times in the 13 action), Sales Representative Spencer Fossen, and Director and Head of Local Client Partner Kinsey 14 Livingston. After numerous "meet and confers" and attendance of an Informal Discovery 15 Conference, Plaintiff moved to compel further responses to its first set of written discovery to 16 compel Yelp to respond to its class-wide discovery requests. Plaintiff further filed a motion for 17 preliminary injunction to preserve electronic evidence and spoliation sanctions, alleging that Yelp 18 had failed to preserve electronic call recording data.

February 26, 2018 (Plaintiff's Discovery Motion Granted): The Court granted, in part,
Plaintiff's motion to compel further responses to its Requests for Production and denied Plaintiff's
request for sanctions.

March 22, 2018 (Plaintiff Serves Additional Discovery): Plaintiff served his Request for
 Production (Set Two) seeking additional class-wide call recording information.

April 2018 (Summary Judgment Granted in Favor of Yelp): In April 2018, Judge Mary
Wiss granted summary judgment. She also denied the motion for injunction and spoliation sanctions
as moot. Plaintiff appealed. At this time, Plaintiff associated in Zareh Jaltorossian, who at the time

1 was employed at Dakessian Law LTD, to handle the appeal. The Court of Appeal reversed the
2 summary judgment, holding: (1) Sections 632 and 632.7 of the Penal Code prohibit "one-sided"
3 recordings without consent; (2) Yelp's First Amendment arguments were untimely and
4 underdeveloped (and therefore forfeited for purposes of the appeal); (3) Yelp failed to carry its
5 burden of production to establish that VoIP phones are not landline phones under Section 632.7(a).
6 See *Gruber v. Yelp Inc.*, 55 Cal.App.5th 591 (2020).

January 28, 2021 (Remittitur Issued): The remittitur issued on January 28, 2021,
transferring the case back to San Francisco Superior Court. Judge Andrew Y.S. Cheng was assigned
to the case.

2021 (Discovery Continues): The Parties continued discovery throughout 2021. Yelp
 produced, among other things, a file directory identifying millions of the calls at issue and a sample
 of 136,380 of the "one-sided" recordings in .mp3 format.

September 15, 2021 (First Mediation with JAMS Mediator Jay Gandhi): The Parties
 conducted a first mediation with Jay Gandhi at JAMS. The case did not settle. Thereafter, Plaintiff
 propounded further class discovery and sought to send out *Belaire* Notice to class members. Below
 are additional relevant dates and events.

September 27, 2021 (CMC Setting Class Certification Schedule): A CMC was held in
which the Parties were instructed to set a class certification schedule.

October 14, 2021 (Plaintiff Gruber's Deposition) : Yelp took the deposition of Plaintiff
Eric Gruber.

October 21, 2021 (Stipulation re *Belaire* Notice): Plaintiff sent a stipulation and order to
 Yelp requesting to send out *Belaire* Notice seeking the names and contact information of certain
 putative class members. Yelp objected.

November 15, 2021 (Written Discovery Propounded): Yelp propounded Requests for
Production, Special Interrogatories, and Form Interrogatories requesting individual information
about Plaintiff Eric Gruber.

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December 3, 2021 (Briefing re *Belaire* Notice): Plaintiff submitted IDC briefing to the
 Court requesting it to order *Belaire* Notice to Class Members. On December 15, 2021, Yelp
 submitted responsive briefing, contending it would be prejudicial to its business interests to send
 Belaire notice to its customers.

January 11, 2022 (Joint Case Management Conference Statement re Discovery
Disputes): The Parties submitted a joint case management conference statement further discussing
their discovery disputes.

8 January 25, 2022 (*Belaire* Notice Granted): The Court granted Plaintiff's request that
9 *Belaire* notice be sent to class members. It further instructed the Parties to meet and confer
10 regarding the form of notice.

February 3, 2022 (Yelp Requests Reconsideration of *Belaire* Notice): Yelp filed an ex parte application requesting the Court to reconsider its ruling that *Belaire* Notice issue to putative class members, seeking clarification regarding the scope of the order as it applied to contact with class members, and claiming there was no practical method of providing notice to class members.

February 8, 2022 (Plaintiff Opposes Ex Parte): Plaintiff filed an opposition to Yelp's ex
parte application, arguing that Yelp was misconstruing the Court's order and simply repeating
arguments that it made in the first round of briefing. This Court issued an order clarifying that its
prior order did not preclude the Parties from contacting putative class members.

February 25, 2022 (Yelp Files Petition for Writ of Mandate re *Belaire* Notice): Yelp
filed a 66-page Petition for Writ of Mandate seeking to set aside the Court's order directing *Belaire*notice. Yelp argued, among other things, that Gruber did not have standing to assert privacy rights
on behalf of putative class members, and that *Belaire* notice was unnecessary because Gruber
already had phone contact information for putative class members and an existing protective order
precluded the parties from disseminating that information to the public.

March 7, 2022 (First Appellate District Denies Yelp's Petition): The First Appellate
 District issued an order summarily denying Yelp's Petition for Writ of Mandate.

March 21, 2022 (Joint CMC Statement): The Parties submitted another CMC statement 1 2 indicating that Yelp's petition was denied and that the Parties were proceeding with discovery.

3 March 24, 2022 (Plaintiff Files Motion for Class Certification): Plaintiff filed his motion 4 for class certification, seeking certification of a class to assert claims under Penal Code section 5 632.7. Plaintiff proposed to identify class members based on a data set of approximately 422,314 6 unique cell phone numbers associated with individuals who received approximately 3,731,739 one-7 sided recorded calls from Yelp representatives. Plaintiff submitted declarations from three experts, 8 Anya Verkhovskaya, Randall Snyder, and Jeffrey A. Hansen, who opined on the feasible methods to 9 identify class members based on Yelp's data.

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April 19, 2022 (Belaire Notice Sent to 2000 Class Members): Class Administrator CPT 11 Group mailed *Belaire* notice to approximately 2000 class members.

12 April 22, 2022 (Yelp Deposes Plaintiffs' Expert re Class Administration): Yelp deposed 13 Plaintiff's class administrator expert, Anya Verkhovskaya.

14 April 26, 2022 (Yelp Deposes Plaintiffs' Expert re Cellular): Yelp deposed Plaintiff's 15 cellular expert, Randall Snyder.

16 April 28, 2022 (Yelp Deposes Plaintiffs' Expert Re Data): Yelp deposed Plaintiff's ASR 17 and data expert, Jeffrey Hansen.

18 May 9, 2022 (Discovery Conference with Court): The Parties held another informal 19 discovery conference with the Court regarding discovery requests Yelp propounded to Plaintiff Eric 20 Gruber.

21 May 19, 2022 (Plaintiff Propounds Further Document Requests re Shortel / Sales Force 22 Data): Plaintiff propounded a third set of document requests seeking Yelp's Shortel system phone 23 system database containing dial information for sales representatives, Salesforce account data, and 24 customer emails.

25 May 23, 2022 (Plaintiff File First Amended Complaint Adding New Class **Representatives):** Plaintiff Gruber requested Yelp to stipulate to the filing of a first amended 26 27

complaint adding new class representatives Cheryl Skidmore, Ever Gonzalez, and Jeremy Earls. The
 proposed first amended complaint also contained a revised class definition limiting the class to
 outbound sales calls to customers on cellular devices, and adding a "subclass" consisting of
 customers who received a Yelp call to their cellular phone for the very first time during the Class
 Period (October 12, 2015 to May 24, 2017).

May 26, 2022 (Yelp Files Opposition to Plaintiff's Class Certification Motion): Yelp
filed its opposition papers to Plaintiffs class certification motion. Yelp contended that "the one-sided
nature of the recordings and the individualized evidence in this case pose insurmountable barriers to
class certification," and attacked the qualifications and methodology proposed by Plaintiff's experts.
Yelp provided counter declarations from its experts, including cellular expert Jan Kostyun and ASR
expert Wayne Ramprashad, who contended that class members and individual call violations could
not be practically identified through available technology.

May 31, 2022 (Yelp Files Motions to Exclude Declarations of Plaintiff's Experts): In
support of its opposition to the motion for class certification, Yelp also filed three motions to
exclude the declarations of Plaintiff's experts Verkhovskaya, Hansen, and Snyder from evidence,
contending that they lacked a reasonable basis, were untested, and speculative (commonly known as *Sargon* motions).

18 June 15, 2022 (Plaintiff Deposes Yelp Expert Re Cellular): Plaintiff deposed Yelp's
19 cellular expert, Jan Kostyun.

June 21, 2022 (Plaintiff's Motion to File First Amended Complaint and Add New Class
 Members and Class Definition): Plaintiff filed a motion requesting leave to file a first amended
 complaint adding the new class members and revising the class definitions as previously stated.

June 22, 2022 (Plaintiff Deposes Yelp Expert re ASR): Plaintiff deposed Yelp's ASR
expert, Wayne Ramprashad.

July 5, 2022 (CMC Re Briefing Schedule on Class Certification): The Parties submitted
 another CMC statement discussing the briefing schedule on class certification and discussing various

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1 pending discovery issues.

July 21, 2022 (Yelp Opposes Plaintiff's Request for Leave to Amend Complaint): Yelp
opposed the motion for leave to file a first amended complaint. Yelp argued that amendment would
be futile because the proposed plaintiffs consented to one-sided recording. And it argued that
conducting discovery regarding the new class members would be burdensome and interrupt the class
certification briefing and hearing schedule.

July 22, 2022 (Plaintiff files Reply Brief): Plaintiff filed his reply brief in support of the
motion for class certification. Plaintiff included a rebuttal declaration from a second ASR expert,
Professor Deliang Wang, further contending that recent advances in ASR technology increase its
reliability to levels equivalent to human operators.

July 22, 2022 (Plaintiff Files Opposition Re Expert Opinions): Plaintiff filed his
opposition papers, further contending that his experts' opinions were reliable and had a reasonable
basis in fact.

July 29, 2022 (Yelp Files Reply Brief): Yelp filed its reply brief further contending that
Plaintiff's experts' opinions lacked a reasonable basis.

August 2, 2022 (Court Grants Leave to Amend Complaint): The Court issued its order
 granting the motion for leave to amend and adding new class representatives Cheryl Skidmore,
 Jeremy Earls, and Ever Gonzalez as Plaintiffs in the action.

August 5, 2022 (Plaintiffs Propound 4th Set of Document Requests Re Log Information
 re New Class Reps): Plaintiffs propounded Request for Production of Documents to Defendant
 Yelp Inc. (Set Four) seeking call log information and one-sided recordings with respect to the new
 proposed class representatives.

August 9, 2022 (Plaintiffs Propound Special Interrogatories): Plaintiffs propounded
 Special Interrogatories to Defendant Yelp Inc. (Set Three) seeking information and detail about
 Yelp's toll free numbers.

August 11, 2022 (Yelp Propounds Additional Discovery to the New Class

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1	Representatives): Yelp propounded Special Interrogatories and Requests for Production to the new
2	class representatives Cheryl Skidmore, Ever Gonzalez, and Jeremy Earls.
3	September 6, 2022 (Yelp Files Answer to First Amended Complaint): Yelp filed its
4	answer responding to the new allegations/Parties presented in the first amended complaint.
5	September 26, 2022 (Plaintiffs Dismiss Class Representative Cheryl Skidmore): Cheryl
6	Skidmore requested dismissal of her claims against Yelp.
7	September 28, 2022 (Yelp Deposes Named Plaintiff/Representative Ever Gonzalez):
8	Yelp deposed Plaintiff Ever Gonzalez.
9	September 30, 2022 (Yelp Deposes Named Plaintiff/Representative Jeremy Earls): Yelp
10	deposed Plaintiff Jeremy Earls.
11	September 30, 2022 (Stipulation Re Contact Information for 2000 Additional Putative
12	Class Members): The Parties stipulated to providing <i>Belaire</i> Notice seeking the contact
13	information of an additional 2000 putative class members.
14	October 7, 2022 (CMC and Yelp Requests to File Second Motion for Summary
15	Judgment): The Parties submitted a further CMC statement in which Yelp requested to file a second
16	motion for summary judgment.
17	October 12, 2022 (CMC re Class Certification Motion Scheduling): A further CMC was
18	held in which the Parties discussed scheduling for the class certification motion and the motion to
19	exclude Plaintiffs' experts. The Court postponed setting a second summary judgment hearing until
20	hearing on the class certification motion was completed.
21	October 28, 2022 (Yelp Submits Additional Briefing): Yelp submitted additional briefing
22	arguing that the new Plaintiffs (Jeremy Earls and Ever Gonzalez) were not adequate/typical class
23	representatives.
24	November 14, 2022 (Plaintiffs Respond to Yelp's Brief): Plaintiffs responded to Yelp's
25	supplemental briefing, providing evidence that the new proposed class representatives met the
26	criteria of adequacy and typicality.
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28	PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT 21

November 16, 2022 (Hearing on Motion to Exclude Plaintiffs' Experts): The Court heard
 oral argument on Yelp's motions to exclude the testimony of Plaintiffs' three experts, Anya
 Verkhovskaya, Randall Snyder, and Jeff Hansen. Matthew Fisher argued for Plaintiffs. Brian
 Sutherland argued for Yelp. The Court took the matter under submission.

November 18, 2022 (Plaintiffs File Additional Declarations): Plaintiffs filed an additional
declaration from Mr. Hansen addressing the feasibility of obtaining Yelp's call recording data.

December 13, 2022 (Court Hearing on Plaintiffs' Motion for Class Certification): The Court heard oral argument on the motion for class certification. Matthew Fisher argued for Plaintiffs. Brian Sutherland argued for Yelp.

January 12, 2023 (Yelp Files Second Motion for Summary Adjudication): Yelp filed a
 motion for summary adjudication on five issues. Yelp sought summary adjudication of section 632.7
 claims on the ground that the statute does not apply to VoIP communications. It also sought
 summary adjudication with respect to four specified one-sided recordings (the remaining four issues)
 on the ground that penalizing Yelp in connection with those recordings would violate its First
 Amendment and Due Process rights.

16January 18, 2023 (Court Grants Plaintiffs' Motion for Class Certification): The Court17granted Plaintiffs' motion for certification of its proposed class and subclasses and denied Yelp's18motions to exclude Plaintiffs' experts. The Court found that Plaintiffs had submitted an adequate19methodology to identify class members, that the proposed class was sufficiently numerous, and that20common questions predominated. The Court found that the proposed class representatives were21adequate and had suffered an injury typical of the class.

February 17, 2023 (Yelp Seeks Writ Review of Order Granting Class Certification):
Yelp sought writ review of the Court's orders certifying the class and denying its motion to exclude
Plaintiffs' expert Jeffrey Hansen.

February 17, 2023 (Plaintiffs Depose Yelp Expert Re VOIP): Plaintiffs deposed Yelp's
 VoIP expert, Seamus Gilchrist, who had submitted a declaration in support of Yelp's motion for

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1 summary adjudication.

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April 17, 2023 (Plaintiffs Serve Special Interrogatories re Sales Rep Phone Numbers):
Plaintiffs served their Special Interrogatories to Defendant Yelp (Set Four) seeking lists of Yelp's
sales representative phone numbers.

March 15, 2023 (Joint CMC Statement re Plaintiffs' Request for Trial Date): The
Parties submitted another CMC statement. Plaintiffs requested a trial date and Yelp opposed.

March 17, 2023 (Plaintiffs File Opposition to Yelp's Motion for Summary
Adjudication): Plaintiffs filed their opposition, arguing that Yelp's motion for summary
adjudication sought a second adjudication based on grounds raised in Yelp's first summary judgment
motion, i.e., that section 632.7 did not cover VoIP calls and that one-sided recording violated Yelp's
First Amendment Rights. The opposition also responded to Yelp's renewed motion on the merits,
including with a declaration from VoIP expert Thomas Ladd opining that Yelp's wired VoIP
connection was a "landline telephone" within the meaning of Penal Code section 632.7.

March 20, 2023 (Per Request of Court of Appeal, Plaintiffs File Preliminary
Opposition): At the request of the Court of Appeal, Plaintiffs filed a preliminary opposition to
Yelp's Petition for Writ of Mandate seeking to vacate the certification order.

March 22, 2023 (Further CMC and Setting of Trial Date): The Court held a further case
management conference. It set a trial date for January 29, 2024.

March 28, 2023 (Yelp Files Reply Re Petition for Writ of Mandate): Yelp filed a 49-page
reply in support of its writ petition. Yelp further served its Request for Production (Set Two) on
Plaintiff Jeremy Earls seeking additional information about his calls with Yelp.

April 5, 2023 (Yelp Deposes Plaintiffs' VOIP Expert): Yelp deposed Plaintiffs' VoIP
 expert, Thomas Ladd.

April 21, 2023 (Yelp Files Reply to Its Motion for Summary Adjudication): Yelp filed a
Reply in support of its motion for summary judgment.

May 25, 2023 (Court of Appeal Denies Yelp's Petition re Class Certification): The First

District Court of Appeal summarily denied Yelp's Petition seeking to vacate the certification order.

June 2, 2023 (Yelp Files Petition for Review to California Supreme Court): Yelp filed a
45-page Petition for Review in the California Supreme Court asking the California Supreme Court to
grant and transfer the matter back to the Court of Appeal for decision on the merits of its challenge
to the trial court's certification order.

June 11, 2023 (Parties Agree to Mediation with Mediator Mark LeHocky): The Parties
agreed to mediation with Mark LeHocky as mediator and set a mediation date for July 13, 2023.

8 June 21, 2023 (Joint CMC Statement Re Second Mediation): The Parties filed a joint 9 CMC statement in advance of the case management conference set for June 28, 2023. The Parties 10 informed the court that a mediation had been set before Mark LeHocky on July 13. Plaintiffs 11 informed the court, in light of the Court of Appeal's denial of Yelp's Petition for Review of the 12 certification order, that they were preparing a proposed class notice to be sent to all 422,000 class 13 members, with an estimated expense of \$300,000 to be shared by both Parties. Yelp opposed 14 Plaintiffs' notice and cost-sharing proposals. Plaintiffs also indicated their intent to serve a 15 subpoena on AT&T seeking call location data for approximately 200,000 class members.

June 22, 2023 (Plaintiffs File Answer to Yelp's Supreme Court Petition): Plaintiffs filed
 their Answer to the Petition for Review in the Supreme Court, arguing that Yelp's arguments did not
 merit review of the class certification ruling and defending the correctness of that decision.

June 27, 2023 (Yelp Files Reply to Plaintiffs' Answer to Supreme Court): Yelp filed a
20 22-page reply to Plaintiffs' Answer in the Supreme Court.

June 28, 2023 (Hearing on Yelp's Summary Adjudication Motion): This Court (Hon.
Samuel Feng) heard argument on the motion for summary adjudication and held a further status
conference. The Court took the matter under submission, indicating it would defer ruling until after
the Parties' scheduled July mediation.

25June 30, 2023 (Plaintiffs Send Meet and Confer Letter Re Class Recordings): Plaintiffs26sent "meet and confer" correspondence to Yelp seeking classwide discovery /documents, including

all 3,731,739 call recordings, call detail records for all of Yelp's sales representatives, and all emails
 to class members purportedly containing notice of recording.

July 13-14, 2023 (Mediation with Mark LeHocky of ADR): Mediation took place at
ADR's San Francisco location. The mediation ended without a settlement, but the Parties indicated
they would consider a mediator's proposal. On July 14, 2023, Mr. LeHocky communicated a
mediator's proposal. After a few days, both sides accepted the proposal. The Parties then negotiated
and drafted a Memorandum of Understanding (MOU) to memorialize the terms of the proposed class
settlement.

9 August 2-4, 2023 (Class Action MOU Executed by the Parties): The Parties executed the
10 MOU. Subsequently, the Parties negotiated and drafted a "long-form" Class Action and Release
11 Settlement Agreement ("Settlement Agreement")

September 20, 2023 (Class Action Settlement Agreement Executed by Parties): After
weeks of drafting/editing the Parties agreed upon the terms reflected in the proposed Settlement
Agreement now before the Court including the forms and procedure for providing notice of the
proposed settlement to the Class Members.

September 25, 2023 (Plaintiffs file Motion for Preliminary Approval): Plaintiffs filed
their unopposed Motion for Preliminary Approval of Class Action Settlement. A copy of the
Settlement Agreement was submitted to the Court and attached to the Declaration of Matthew H.
Fisher in support of that motion.

20October 23, 2023 (Court issues Order: Re Motion For Preliminary Settlement seeking21additional briefing/amendments to the Settlement Agreement): The Court issued an Order: Re22Motion for Preliminary Settlement. The Order expressed concerns with the proposed Settlement23including the reasoning behind the amount of the settlement, the percentage of attorney's fees24requested, and other nonmonetary provisions of the Settlement Agreement. The Court requested25additional briefing/amendments to the Settlement Agreement to address the Court's concerns and26continued hearing on the Motion to December 21, 2023.

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November 8, 2023 (Plaintiffs' apply ex parte to continue the trial date): In light of the Court's concerns with the Settlement Agreement, Plaintiffs applied ex parte to continue the trial date to January 29, 2024 to May 1, 2024 and re-open discovery. Yelp opposed plaintiffs' ex parte application.

November 8, 2023 (The Court denies Plaintiffs ex parte application): The Court denied Plaintiffs' ex parte application, instead vacating the trial date and tolling the five-year period to bring the action to trial under Code of Civil Procedure section 383.310.

December 7, 2023 (The Parties submit supplemental briefing in support of the Motion for Preliminary Approval): On or around December 7, 2023, the Parties submitted supplemental briefing providing further support for the settlement amount, agreeing to reduce the amount of attorneys' fees requested, and amending other nonmonetary provisions in the Settlement Agreement to address the Court's concerns.

December 13, 2023 (The Parties execute an Amended Class Action Settlement Agreement) the Parties entered into an Amended Class Action Settlement and Release Agreement ("Amended Settlement Agreement") which, among other things: (1) reduced the attorney fee award from 37% to a maximum of one-third (33.33%) of the \$15,000,000 proposed settlement (or \$5,000,000) and the service award requests on behalf of the Class Representatives from \$75,000 (in total) to \$45,000 (in total); (2) limited the scope of the Settlement's Confidentiality clause; (3) limited the scope of the release language applicable to absent class members; and (4) increased the Settlement's opt-out blowup threshold from 5% to 7.5%.

December 21, 2023 (Hearing on Motion for Preliminary Approval): The Court heard oral argument from the Parties regarding the Motion for Preliminary Approval.

December 21, 2023 (The Court requests additional briefing regarding the scope of the Amended Settlement Agreement's release language): The Court issued an order indicating it was anticipating issuing an order granting preliminary approval, but requested additional briefing regarding the scope of the parties' amended release clause.

1 December 27, 2023 (The Parties submit additional briefing): The parties submitted a 2 joint statement regarding the scope of the release language in the Amended Settlement Agreement. 3 December 28, 2023 (Preliminary Approval Granted) On or around December 28, 2023, the 4 Court issued an Order Granting Motion for Preliminary Settlement Approval ("Preliminary 5 Approval Order"). 6 February 12, 2024 (Notice of Class Action Settlement Mailed): Notice Packets to Class 7 Members were mailed by the Settlement Administrator Epiq to an estimated 401,918 ascertainable 8 Class Members. 9 March 28, 2024 (End of Class Action Notice Period/Response Deadline): The Class 10 Notice/Response Deadline is set for this date. 11 April 10, 2024 @ 9:30 a.m. (Hearing on Final Approval/Fairness of Class Settlement): 12 The hearing on Final Approval/Fairness of the Class Action is to be held. 13 <u>IV. THE SETTLEMENT SHOULD RECEIVE FINAL APPROVAL</u> 14 Pursuant to the Settlement, the Settlement Administrator Epiq has engaged in a 15 comprehensive notification process which started on February 12, 2024 with mailing of notice to 16 401,918 Class Members to Class Members with valid address via First Class mail, and a 93.13% 17 deliverable rate. The notice period in which to submit a dispute, objection, or "opt out" of the 18 settlement will conclude on March 28, 2024. The terms of the Settlement have been well received by 19 the Class Members as, of the 401,918 participating Class Members, only 11 (Eleven), or .003%, have 20 requested exclusion to date, and there is only one objector. (Exhibit 2 -Chernila Decl., $\P 22$) The 21 one individual who has submitted an objection to date contends that he should have received the full 22 amount of the available statutory penalty per call as well as criminal convictions against Defendant, but no call recording class action settlement to date has achieved anything like these results. (Exhibit 23 3 to Chernila Decl., ¶ 23) 24 "The trial court's discretion is broad" regarding approval of a class action settlement, and "is

25 and "The trial court's discretion is broad" regarding approval of a class action settlement, and "is
26 to be exercised though the application of several well-recognized factors." *Munoz v. BCI Coca-Cola*27 *Bottling Co. of Los Angeles* (2010) 186 Cal.App.4th 399, 407. These factors include, but are not

1 limited to, the strength of Plaintiff's case; the risk, expense, complexity and likely duration of further 2 litigation; the risk of maintaining class action status through trial; the amount offered in settlement; the extent of discovery completed and the stage of the proceedings; the experience and views of 3 counsel; and the reaction of the class members to the proposed settlement. Id. (omitting quotations 4 and citations). "The most important factor is the strength of the case for plaintiffs on the merits, 5 balanced against the amount offered in settlement." Id. at 407-408 (quoting Kullar v. Foot Locker 6 Retail, Inc. (2008) 168 Cal.App.4th 116, 130). An analysis of the pertinent factors to the Parties' 7 Settlement demonstrates that final approval is appropriate. 8

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A.

The Parties Dispute the Merits of the Case

Throughout the litigation, Defendant has denied Plaintiffs' allegations and that the case was 10 appropriate for class certification. (Declaration of Matthew H. Fisher In Support of Motion for 11 Preliminary Approval of Class Action Settlement, filed September 25, 2023 ("Fisher Prelim. Decl.") 12 (189.) Defendant has made numerous arguments at the trial and appellate levels that the "one-sided" 13 recording of Class Members conversations with Yelp's sales representatives was not a violation of 14 CIPA and that determining which of the Class Members consented to call recording requires 15 individualized inquiry, among other arguments and as further detailed below. (Id.) First, Yelp asserts 16 that Penal Code section 632.7 does not apply to recording of telephone communications made 17 through VOIP technology. The summary adjudication motion Yelp filed and that was pending at the 18 time the action settled raises this issue. Second, Yelp has asserted a First Amendment defense to 19 Plaintiffs' claims. Yelp argues that it has a constitutional/free speech right to engage in one-sided 20 recordings, as such recordings constitute an exercise of speech because they are a form of protected 21 expression, citing to the recent Ninth Circuit decision Project Veritas v. Schmidt (9th Cir. 2023) 72 22 F.4th 1043. Yelp contends that it therefore cannot be prohibited from and penalized for making such 23 recording by state laws like CIPA or that, at a minimum, determining whether penalizing Yelp would 24 be constitutional requires recording by recording analysis. Yelp has raised its constitutional 25 arguments in opposition to class certification, in its motion for summary adjudication, in its writ 26 petition challenging the certification order, and in its petition for review with the California Supreme 27

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Court challenging the Court of Appeal's denial of its writ petition on the class certification order.
 (Yelp withdrew the petition after the Parties reached this settlement). Third, Yelp has challenged and
 would continue to challenge the trial court's order granting class certification on consent, free speech,
 and due process grounds. Yelp has indicated that it would bring a motion to decertify the class if the
 case was not settled. (Fisher Prelim. Decl. ¶ 90.)

6 On the other hand, Plaintiffs allege that VoIP phones are a form of landline communication 7 device that is encompassed by CIPA; that Class Members were subject to the same common policies 8 and practices promulgated by Defendant throughout the Class Period failing to give them notice of 9 "one-sided" recording; and that it is possible to determine, via experts in Automatic Speech 10 Recognition technology, wireless and consumer data collection, and cell tower configurations, which 11 Class Members were subject to the alleged illegal "one-sided" recording practice within the state of 12 California. (Fisher Prelim. Decl. ¶ 91) As part of the investigation into the claims, Class Counsel 13 retained a team of experts, deposed employees and experts, interviewed numerous individuals as 14 potential class representatives, reviewed various documents, policies, training materials and 15 handbooks for Defendants, and reviewed/analyzed the voluminous contents of Yelp dial lists, phone 16 records, customer lists, and call recordings produced in this action. (Id.) This investigation was 17 crucial to the Parties' dispute over both the merits of the case, as well as with respect to the 18 appropriate scope of the Class. (Id.)

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B.

The Risk, Expense, And Complexity Of Continuing To Litigate The Action

As demonstrated above, the Parties are sharply divided on the factual and legal issues pertaining to the underlying claims, as well as whether class certification can be obtained in this case. Defendant is represented by well-staffed counsel who are experienced in consumer law and class actions, as are Plaintiffs' counsel. The Parties contend that continued litigation would be protracted and expensive, with no assurance of a better outcome for the Class.

Significantly, while extensive informal and formal discovery, motion, and appellate work has occurred to ensure the Settlement is fair and reasonable to the Class, should the Settlement not be finally approved, the Parties will need to start from scratch in terms of continuing with formal

1 discovery and preparing for trial of the matter. The Settlement reached by the Parties through extensive arms-length negotiations eliminates the risk that the Class Members will receive nothing, eliminates the need for further protracted and expensive litigation that financially jeopardizes any recovery, and eliminates the risk of further lengthy and uncertain appeals. The elimination of those many uncertainties is reflected in the Settlement which provides prompt and substantial relief to the Class Members. These factors weigh heavily in favor of approving the Settlement.

C. The Settlement Amount Offered To Class Members Is Fair And Reasonable

The Settlement provides for Defendant to pay \$15,000,000 in settlement of all Class claims 8 in the case, including attorneys' fees and costs, settlement administration fees, and a class 9 representative enhancement award. Class Members will share in a minimum Estimated Net 10 Settlement Amount of approximately \$9,005,000.00 after subtracting attorney fees [-\$5,000,000] 11 and maximum costs [-\$350,000], the class representatives service awards [- \$45,000 (split among the 12 3 class representatives)], and estimated maximum Settlement Administration Costs [-\$600,000]. 13 (Exhibit 2 – Chernila Decl., \P 24) This is an excellent recovery for the class, which at the time of 14 filing includes 401,918 participating Settlement Class Members. The average Class Member will 15 receive a pre-tax award of approximately \$22.40 (Exhibit 2 – Chernila Decl., ¶ 24). The amount of 16 the Settlement is reasonable given the difficulty of the claims, the degree of risk and uncertainty 17 involved in further litigation, the amount of time that would pass before Plaintiffs and the Class 18 Members would see the fruits of any class verdict in their favor, and the lack of ability of Defendants 19 to pay.

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D. The Settlement Agreement Is Fair And Reasonable

The law favors settlements, especially of class actions. See Potter v. Pacific Coast Lumber 22 Co. (1951) 37 Cal. 2d 592, 602; Van Bronkhorst v. Safeco Corp. (9th Cir. 1976) 529 F.2d 943, 950. 23 To ensure there is no "fraud, collusion or unfairness to the class," class claims can only be settled 24 through Court review and approval. Dunk v. Ford Motor Co. (1996) 48 Cal.App.4th 1794, 1801. The 25 trial court is required to determine whether the "settlement is fair, adequate and reasonable," and has 26 "broad discretion" in making this assessment. Id.

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Following notice to the Class, the Court can now make a final determination regarding the fairness of the Settlement. In making this evaluation, courts consider and balance a number of factors, as described above, including: [T]he strength of plaintiffs' case, the risk, expense, complexity and likely duration of further litigation, the risk of maintaining class action status through trial, the amount offered in settlement, the extent of discovery completed and the stage of the proceedings, the experience and views of counsel, the presence of a governmental participant, and the reaction of the class members to the proposed settlement. *Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 244–45 (quoting *Dunk v. Ford Motor Co., supra,* 48 Cal.App.4th at 1801).

A presumption of fairness exists when: (1) the parties reached a settlement through arm'slength bargaining; (2) the parties conducted sufficient investigation and discovery to allow counsel and the Court to act intelligently; (3) counsel are experienced in similar litigation; and, (4) the percentage of objectors is small. *Dunk, supra,* 48 Cal.App.4th at 1802. In this case, both Plaintiffs and Defendant recognized that it was in its mutual interest to explore resolution. Defendant agreed, through both formal an informal discovery processes, to produce a significant amount of data to enable Plaintiffs to fully and fairly evaluate both liability and damages. Indeed, prior to and during the mediation and later settlement discussions/discovery, Defendant produced voluminous data, which Plaintiffs analyzed through dynamic spreadsheet calculations via Plaintiffs' experts on multiple occasions. Those calculations were provided in Plaintiffs' motion for preliminary approval and declarations in support thereof.

The Parties therefore had more than enough information to allow for a sufficient analysis of the likelihood of certification (and decertification), liability, and damages. Prior to attending two mediations and later settlement discussions, the Parties were aware of the strengths and weaknesses of their respective positions, and they addressed their respective positions at the lengthy mediation session and at further settlement discussions. It was only after the exchange of information and multiple rounds of arm's-length demands and offers facilitated by the mediator, and further Courtrequested amendments, that the parties finally reached their proposed Settlement. The amount is, of

course, a compromise figure, and takes into account risks related to liability, possible damage
 scenarios, and all defenses asserted by Defendant.

3 Should a Class Member not desire to participate in the Settlement, for whatever reason, the Parties provided for an "opt-out" procedure. This procedure allowed any Class Members who 4 believed they had claims worth more than what the Settlement provides with an opportunity to 5 pursue their individual claims. Moreover, in the event that a Class Member disagreed with the 6 Settlement for any reason whatsoever, the Parties provided for an objection procedure. However, to 7 date only 11 (eleven) Class Members have "opted out", and 1 (one) Class Member has objected to 8 final settlement approval. At all times during this litigation, the Parties were represented by 9 competent and experienced counsel with decades of class action experience, who vigorously 10 prosecuted their respective positions while seeking a cost-effective resolution to this Action. Counsel 11 is confident that the Settlement is in the best interest of the Plaintiffs, and the Class, as it is fair, 12 reasonable, and provides substantial relief which the Class would not be guaranteed, for numerous 13 reasons, should litigation proceed.

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V. THE CLASS REPRESENTATIVE SERVICE AWARDS ARE REASONABLE

Pursuant to the terms of the Settlement, Class Counsel now seeks Service Awards of **\$45,000** (\$20,000 for Plaintiff Eric Gruber; and \$12,500 each for Class Representatives Jeremy Earls and Ever Gonzalez). (Amended Settlement Agreement §III.A.16)). Courts have routinely granted such enhancements. *Staton v. Boeing Co.*, 327 F.3d 938, 977 (9th Cir. 2003) ("[N]amed Plaintiffs . . . are eligible for reasonable incentive payments.").

When considering whether to make an incentive award, courts consider the following factors: (1) the risk to the class representative in commencing suit, both financial and otherwise; (2) the notoriety and personal difficulties encountered by the class representative; (3) the amount of time and effort spent by the class representative; (4) the duration of the litigation; and (5) the personal benefit, or lack thereof, received by the class representative as a result of the litigation. *Van Vranken v. Atl. Richfield Co.*, 901 F. Supp. 294, 299 (N.D. Cal. 1995) (quotations and citation omitted).

1 The typical enhancement award ranges from approximately \$5,000.00 to \$40,000.00, 2 although some awards are higher, and commonly more than one class representative receives awards in the above range. Mirkarimi v. Nev. Property 1, LLC, No. 12cv2160 BTM (DHB), 2016 WL 3 795878, at *6 (S.D. Cal. Feb. 29, 2016) (finding a \$30,000.00 enhancement award is proper); Chu v. 4 Wells Fargo Inv., LLC, Nos. C 05-4526 MHP, C 06-7924 MHP, 2011 WL 672645, at *5 (N.D. Cal. 5 Feb. 16, 2011) (awarding \$10,000.00 to two named plaintiffs, and \$4,000.00 to three named 6 plaintiffs, and indicating that enhancement awards have ranged from \$5,000.00 to \$50,000.00); see 7 also Williams v. Centerplate, Inc., No 11-CV-2159 H-KSC, 12-cv-0008-H-KSC, 2013 WL 4525428, 8 at * (S.D. Cal. Aug. 26, 2013) (finding \$5,000.00 incentive awards to three named plaintiffs, 9 representing 2.3% of the common fund, reasonable). 10

Here, the requested Class Representative Service Awards of \$45,000 (split between 3 11 representatives) is reasonable and justified based on the significant risk, difficulties, time and effort 12 the Class Representatives incurred in bringing this case on behalf of the Class, as well as the 13 substantial benefits the resulting Settlement provides the Class. The requested award is nearer to the 14 bottom of the range courts deem reasonable, and is justified because of the Class Representatives' 15 involvement. The Class Representatives have made exceptional efforts to provide information, 16 witnesses, and evidence to Plaintiffs' Counsel to achieve the excellent result described herein. The 17 proposed Class Representative Enhancement Payments of \$45,000 total (split between 3 class 18 representatives) represents only 0.3% of the \$15,000,000 maximum settlement amount (\$45,000 19 divided by \$15,000,000) and will not significantly reduce the awards of the Class Members. Plaintiff 20 have requested a larger award for Mr. Gruber (\$20,000) than Mr. Earls and Mr. Gonzalez (\$12,500 21 each) as he originated the case and has been participating in the litigation since 2016, while the other 22 class representatives did not enter into the case until several years later, in 2022. Mr. Gruber 23 therefore has significantly more time/effort into the case than the other class representatives 24 (including by attending multiple mediations and assisting in additional discovery/motion work) (See 25 Fisher Decl., Exhibit 3 - Declarations of Eric Gruber, Jeremy Earls, and Ever Gonzalez ISO 26 Motion for Final Approval of Class Settlement). 27

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PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT

1 Plaintiffs were the driving force behind this case. They initiated the respective claims, 2 arranged for Plaintiffs' Counsel to obtain evidence through production/inspection of their call records 3 over a period of several years, reviewed the pleadings/briefs, attended their own depositions, had 4 numerous calls and meetings with counsel, responded to written discovery, attended one or more full 5 days of mediation, and took personal and financial risk in coming forward (see, e.g., Earley v. Sup. 6 Ct., 79 Cal. App. 4th 1420, 1433 (2000) (representative risk an adverse award of costs). With the 7 exception of Mr. Gruber, Plaintiffs know little about the legal system but provided and obtained 8 additional information in support of their legal claims. Plaintiffs expressed fear that by participating 9 in a class action lawsuit they might risk their current careers and/or future opportunities. Plaintiffs 10 however stepped up and worked diligently in support of the case. Plaintiffs were subjected to a high 11 degree of scrutiny by Defendant regarding their Yelp businesses and their personal privacy was at 12 times invaded. Plaintiffs had numerous meetings and telephone conversations with Class Counsel to 13 aid in the initial investigation, factual development, depositions (their own and Defendant's 14 employees), mediation, and resolution of this case. In sum, the Settlement could never have been 15 achieved without their service to the greater good on behalf of the Class that has resulted in a 16 recovery for these small business owners (See Fisher Decl., Exhibit 3 - Declarations of Eric 17 Gruber, Jeremy Earls, and Ever Gonzalez ISO Motion for Final Approval of Class Settlement). 18 The Class Representatives also risked potential judgments against themselves if these matters were 19 unsuccessful as a losing party is liable for the prevailing party's costs. Earley v. Sup. Ct. (2000) 79 20 Cal.App.4th 1420, 1431-33. Additionally, Plaintiffs have protected the interests of Class Members 21 during the pending of this matter, and will continue to do so. 22

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VI. THE PROPOSED ATTORNEYS' FEES AND COSTS ARE REASONABLE

Under the terms of the Amended Settlement Agreement preliminarily approved by the Court, 24 Class Counsel now moves for a Class Counsel Award of reasonable attorneys' fees in the amount 25 of \$5,000,000 (33.33% of the Gross Settlement Amount of \$15,000,000) (Amended Settlement Agreement §VIII.A). Class Counsel also seeks reimbursement of reasonable costs incurred in the 26 amount of \$274,195.19 (Fisher Decl., ¶16; Amended Settlement Agreement §VIII.A). These 27

amount falls well within the historical range of attorneys' fee awards, especially as Class Counsels'
fees constitute one-third (1/3) of the total settlement value. The requested fee represents fair
compensation for undertaking complex, risky, expensive, and time-consuming litigation on a
contingent fee basis, especially in light of the substantial benefits achieved by Class Counsel for the
Class Members. Plaintiffs' Counsel diligently litigated and investigated this case. Class Counsel has
attached a detailed declaration justifying the award of fees and costs. (see generally, Fisher Decl.)

It has long been recognized that "a litigant or a lawyer who recovers a common fund for the benefit of persons other than himself or his client is entitled to a reasonable attorney's fee from the fund as a whole." *Boeing Co. v. Van Gemert,* 444 U.S. 472, 478 (1980). The purpose of this doctrine is to avoid unjust enrichment and to spread litigation costs proportionately among all the beneficiaries. *Id.* This common fund doctrine is firmly rooted in American case law. *See, e.g., Trustees v. Greenough,* 105 U.S. 527 (1882); *Central R. & Banking Co. v. Pettus,* 113 U.S. 116 (1885); *Blum v. Stenson,* 465 U.S. 886, 900 n.16 (1984).

California courts have recognized that an appropriate method for awarding attorney's fees in 14 class action cases like this is to award a percentage of the "common fund" created as a result of the 15 settlement. City & Cnty. of San Francisco v. Sweet ("Sweet"), 12 Cal.4th 105, 110-11 (1995); Quinn 16 v. State, 15 Cal.3d 162, 168 (1975). The basis of the common fund is fairness to the successful 17 litigant who might otherwise receive no benefit because his recovery might be consumed by the 18 expenses; correlative prevention of an unfair advantage to others who are entitled to share in the 19 fund and who should bear their share of the burden of its recovery; and encouragement of the 20 attorney, who will be more willing to undertake and diligently prosecute proper litigation for the 21 protection or recovery of the fund if he is assured that he will be properly and directly compensated 22 should his efforts be successful. Sweet, 12 Cal.4th 105, 111 (1995). In Quinn v. State, the California 23 Supreme Court expressly recognized that "one who expends attorneys' fees in winning a suit which 24 creates a fund from which others derive benefits may require those passive beneficiaries to bear a 25 fair share of the litigation costs." 15 Cal.3d 162, 167 (1975). Similarly, in Sweet, the Court 26 recognized that the common fund doctrine has been applied "consistently in California when an

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action brought by one party creates a fund in which other persons are entitled to share." 12 Cal.4th at 110.

3 Several courts have expressed frustration with the alternative "lodestar" approach for deciding fee awards, which usually involves wading through voluminous and often indecipherable 4 time records. Lealao v. Beneficial Cal., Inc., 82 Cal. App. 4th 19, 31 n.5 (citing In re Activision Sec. 5 Litig., 723 F. Supp. 1373, 1375 (N.D. Cal 1989)). The percentage approach is preferable to the 6 lodestar because it: (1) aligns the interests of class counsel and absent class members; (2) encourages 7 efficient resolution of the litigation by providing an incentive for early, yet reasonable, settlement; 8 and (3) reduces the demands on judicial resources. In re Activision, 723 F. Supp. at 1378-79. The 9 Ninth Circuit now routinely uses the percentage of the common fund approach to determine the 10 award of attorney's fees. Lealao, 82 Cal. App. 4th at 30-31; see e.g., In re Pacific Enters. Sec. Litig., 11 47 F.3d 373, 378-79 (9th Cir. 1995) (approving attorney's fee of 33%). 12

Class Counsels' request for fees of one-third of the Gross Settlement Amount is well within 13 the range of reasonableness. Historically, courts have awarded percentage fees between 20% and 14 50%, depending on the circumstances of the case. See In re Activision, 723 F.Supp. at 1378. 15 Awarding 33% of a common fund is neither unreasonable nor uncommon. California courts have 16 frequently awarded attorneys' fees in common fund cases equal to one-third of the gross recovery. 17 See, e.g., Lafitte v. Robert Half International Inc. (2016) 1 Cal.5th 480 (approving one-third percent 18 attorneys' fee); Chavez v. Netflix, Inc., 162 Cal.App.4th 43, 66 n.11 (1st Dist. 2008) (noting that fee 19 of one-third gross settlement value is customary); see also, e.g., In re M.D.C. Holdings Sec. Litig., 20 1990 WL 454747, at *7 (S.D. Cal. Aug. 30, 1990) ("In private contingent litigation, fee contracts 21 have traditionally ranged between 30% and 40% of the total recovery.").

Further, California courts recognize that a percentage fee "may be calculated on the basis of
the total fund made available rather than the actual payment made to the class." *Lealao*, 82
Cal.App.4th at 51 (citing *Boeing Co. v. Van Gemert*, 444 U.S. 472 (1980); *Waters v. Intern*. *Precious Metals Corp.*, 190 F.3d 1291 (11th Cir. 1999); *Williams v. MGM-Pathe Commun's. Co.*,
129 F.3d 1026 (9th Cir. 1997)); see also, e.g., *Bergman v. Thelen LLP*, 2016 U.S. Dist. LEXIS
170861, *21-22 (N.D. Cal. Dec. 9, 2016) ("...Ninth Circuit precedent requires courts to award class
PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT

counsel fees based on the total benefits being made available to class members rather than the actual
 amount that is ultimately claimed.") (citing *Williams*).

3 Class Counsel has borne, and continues to bear, the entire risk and cost of litigation associated with this class action on a pure contingency basis. The factual and legal issues posed 4 in this case are highly disputed, and there also were risks whether a class would be certified, 5 6 leaving a large number of putative class members unlikely to receive any recovery. While California courts recognize that the percentage method is superior to the lodestar method, they also recognize 7 that the lodestar provides a useful "cross-check" in determining reasonableness of percentage fees 8 sought. Here, the requested fee award of \$5,000,000 represents a multiplier of the lodestar to date of 9 \$3,046,555 and a multiplier of 1.64 which is well within the range warranted under California law. 10 (see Fisher Decl., ¶ 14-15; Exhibit 4 - NALFA 2020 Litigation Hourly Rate Range Growth; 11 Exhibit 5 - Laffey Matrix; Exhibit 6 - National Law Journal Billing Survey 2017; See also 12 Declaration of Matthew S. Da Vega In Support of Plaintiff's Motion for Final Approval of Class 13 Settlement and Attorneys Fees and Costs, ¶¶ 14-15; Declaration of Ted Mechtenberg In Support of 14 Plaintiff's Motion for Final Approval of Class Settlement and Attorneys Fees and Costs ¶¶ 14-15; 15 Declaration of Michael Jaurigue In Support of Plaintiff's Motion for Final Approval of Class 16 Settlement and Attorneys Fees and Costs ¶ 14; Declaration of Zareh Jaltorossian In Support of 17 Plaintiff's Motion for Final Approval of Class Settlement and Attorneys Fees and Costs 18 ("Jaltorossian Decl.") ¶ 5-7.) "Multipliers of 1 to 4 are commonly found to be appropriate in 19 complex class action cases." Destefano v. Zynga, Inc., 2016 WL 537946, at *21 (N.D. Cal. Feb. 11, 20 2016) (quoting Hopkins v. Stryker Sales Corp., 2013 WL 496358, at *4 (N.D. Cal. Feb. 6, 2013)); 21 see Vizcaino v. Microsoft Corp., 290 F.3d United States District Court Northern District 1043, 1051 22 n.6 (9th Cir. 2002) (citing survey finding most multipliers range from 1.0 to 4.0). As a result, this 23 Court should have no trouble concluding that an award is supported by the lodestar cross-check is 24 fair and reasonable and is justified under California law. "[T]he lodestar method better accounts for 25 the amount of work done, while the percentage of the fund method more accurately reflects the 26 results achieved." Rawlings v. Prudential-Bache Properties, Inc. (6th Cir. 1993) 9 F.3d 513, 516. 27

PLAINTIFFS' MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT

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Plaintiffs further request that the fees be apportioned among Plaintiff's counsel as follows:
DFM (40%) = \$2,000,000; JLG (30%) = \$1,500,000; Zareh Jaltorossian affiliated entities (KP
Law/Dakessian Law, Ltd) (30%) = \$1,500,000.

DFM has incurred roughly 50% of the attorney hours/lodestar in this case, with JLG and 4 Zareh Jaltorossian (through his affiliated firms KP Law and Dakessian Law, Ltd.) incurring 5 approximately 25% of the remaining lodester/hours each. However, this lodestar should be adjusted 6 to reflect additional considerations not reflected in these hours. JLG provided significant marketing, 7 staffing, and administration support services in connection with this case in addition to hourly 8 attorney work. Mr. Jaltorossian provided extraordinary appellate work in this case which included 9 reversing a summary judgment loss at the trial court level. He further obtained a published appellate 10 court decision of first impression holding that one-way recording a conversation without notice to 11 the caller violates CIPA. (see Fisher Decl., ¶ 15.) These achievements should be reflected in the 12 lodestar award. Plaintiffs therefore request a distribution of fees as set forth below: 13

Firm Name	Lead Attorney	Firm Hours Incurred	Lodestar Amount	Requested Firm Fee
DAVEGA FISHER		Incurreu		I II III I CC
MECHTENBERG				
LLP	Matthew H. Fisher	2154	\$1,533,842.50	\$2,000,000
JAURIGUE LAW				
GROUP	Michael Jaurigue	994.4	\$783,337.50	\$1,500,000
KP LAW	Zareh Jaltorossian	715	\$ 536,250	\$1,000,000
DAKESSIAN LAW,				
LTD. ²	Zareh Jaltorossian	257.50	\$193,125.00	\$500,000
GRAND TOTAL		4120.9	\$3,046,555	\$5,000,000

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²³ ² Attorney Zareh Jaltorossian was originally associated into this action on or around June 29, 2018 as an employee of Dakessian Law, Ltd. (See Notice of Association of counsel, filed June 29, 2018
²⁴ Jaltorossian Decl ¶ 5). After working on the matter for a few years, Mr. Jaltorossian then departed Dakessian Law for KP Law, which was associated into the case in or around March 3, 2021 (See Notice of Association of Counsel, filed March 23, 2021; Jaltorossian Decl. ¶ 6-7.) On or around December 28, Mr. Jaltorossian was appointed as co-class counsel as part of the Court's Preliminary Approval Order. (Preliminary Approval Order, para. 5) Dakessian Law Ltd. may be properly be awarded the fees sought, as it only seeks fees worked by approved class counsel Zareh Jaltorossian.
²⁷ (Jaltorossian Decl. ¶ 5.)

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The Court should approve the requested attorneys' fees and costs, which are justified by the results achieved, the complexity of the issues, the difficulty of the case, and the risk undertaken by Class Counsel. The requested attorneys' fees and costs will not be opposed by Defendants and are well within established guidelines.

VII. CONCLUSION

For the reasons set forth above and in the accompanying papers, Plaintiffs respectfully
requests that the Court grant Plaintiffs' unopposed Motion for Final Approval of the Class Settlement
and sign the proposed Order and Judgment thereon. The Settlement is fair, adequate, and reasonable.
It will result in substantial payments to Class Members; it is non-collusive; and it was achieved as
the result of informed, extensive, and arm's length negotiations conducted by counsel for respective
Parties who are experienced in consumer and class action litigation.

Dated: March 15, 2024

DAVEGA | FISHER | MECHTENBERG LLP

By:

Matthew H. Fisher Attorney for Plaintiffs

<u>Gruber v. Yelp, et al.</u>	SI	FSC Case No. CGC 16-554784			
2 PROOF OF SERVICE					
Glendale, California 91202.					
⁵ On March 15, 2024, I served the document(s) described as					
⁶ PLAINTIFFS' NOTICE OF MOTION AND MOTION FOR FINAL APPROVAL OF CLASS SETTLEMENT, CLASS REPRESENTATIVE SERVICE AWARDS, and					
ATTORNEYS FEES;					
 8 on the party (or parties) in this action by delivering a true copy (or copies) addressed as follows: 9 					
Brian A. Sutherland Christine M. Morgan	Matthew S. Da Vega	Zareh A. Jaltorossian			
Chris J. Pulido REED SMITH LLP	Matthew H. Fisher DA VEGA FISHER	KP LAW 150 East Colorado Blvd.			
San Francisco, CA 94105	232 East Anapamu Street	Suite 206 Pasadena, CA 91105			
CMorgan@ReedSmith.com	mfisher@mdmflaw.com	zjaltorossian@kplitigators.com			
QLa@reedsmith.com		Attorney For Plaintiff			
	Eric Gruber	Eric Gruber			
Inc.					
 XXX BY ELECTRONIC MAIL: I caused to be served by electronic transmission (e-mail) to the parties and/or their attorney(s) of record stated above. The document(s) was/were transmitted by electronic transmission. The transmission was reported as complete and without error. I declare under penalty of perjury under the laws of the State of California and the United States 					
			that the foregoing is true and correct. Executed on March 15, 2024 at Glendale, California.		
ander Suren					
Parker Swanson					
6					
PROOF OF SERVICE					
	P I am employed in the County of Los A party to the within action; and my busi Glendale, California 91202. On March 15, 2024, I served the doct PLAINTIFFS' NOTICE OF MOT CLASS SETTLEMENT, CLASS A' on the party (or parties) in this action b Brian A. Sutherland Christine M. Morgan Chris J. Pulido REED SMITH LLP 101 Second Street, Ste 1800 San Francisco, CA 94105 BSutherland@ReedSmith.com CMorgan@ReedSmith.com CMorgan@ReedSmith.com CMorgau@ReedSmith.com CMosqueda@ReedSmith.com Attorney(s) for Defendant Yelp, Inc. XXX BY ELECTRONIC MAIL: the parties and/or their attorn transmitted by electronic trans without error.	PROOF OF SERVICE I am employed in the County of Los Angeles; I am over the age of party to the within action; and my business address is 300 West Gle Glendale, California 91202. On March 15, 2024, I served the document(s) described as PLAINTIFFS' NOTICE OF MOTION AND MOTION FOR CLASS SETTLEMENT, CLASS REPRESENTATIVE SE ATTORNEYS FEES; On the party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action by delivering a true copy (or other party (or parties) in this action (or parties) in the party (or party (or parties) in the party (or party (or parties) in the party (or parties) in the party (or parties) in the party (or party (or party (or party (or parties)) for Plaintiff Eric Gruber <			