1	Wylie A. Aitken, State Bar No. 37770		
2	wylie@aitkenlaw.com AITKEN✦AITKEN✦COHN		
3	3 MacArthur Place, Suite 800 Santa Ana, CA 92808		
4	Telephone: (714) 434-1424 Facsimile: (714) 434-3600		
5	Lexi J. Hazam, State Bar No. 224457		
6	lhazam@lchb.com LIEFF CABRASER HEIMANN		
7	& BERNSTEIN, LLP 275 Battery Street, 29th Floor San Francisco, CA 94111-3339		
8	Telephone: (415) 956-1000		
9	Facsimile: (415) 956-100	225	
10	Stephen G. Larson, State Bar No. 145; slarson@larsonllp.com	223	
11	LARSON, LLP 600 Anton Blvd., Suite 1270		
12	Costa Mesa, CA 92626 Telephone: (949) 516-7250 Facsimile: (949) 516-7251		
13	, , ,		
14	Interim Settlement Class Counsel		
15	[Additional Counsel Appear on Signature Page]		
16	UNITED STATES DISTRICT COURT		
17	CENTRAL DISTR	RICT OF CALIFORNIA	
18	SOUTHE	ERN DIVISION	
19			
20	PETER MOSES GUTIERREZ, JR., et al.,	Case No. 8:21-CV-01628-DOC(JDEx)	
21	Plaintiffs,	CLASS COUNSEL'S SUPPLEMENTAL MEMORANDUM	
22	V.	OF POINTS AND AUTHORITIES IN SUPPORT OF MOTION FOR	
23	AMPLIFY ENERGY CORP., et al.,	APPROVAL OF ATTORNEYS' FEES, EXPENSES, AND SERVICE	
24	Defendants.	AWARDS UNDER RULE 23(H)	
25	Defendants.	Date: September 14, 2023 Time: 8:30 a.m.	
26		Judge: David O. Carter Room: 10A	
27		1011	
28			

Class Counsel respectfully submit this supplemental memorandum in support of their motion for attorneys' fees, expenses, and class representative service awards. Dkt. 756. This supplemental memorandum reports on Class members' very positive response to the Settlement and Class Counsel's request, and respectfully requests an additional \$8,405.90 in expenses previously omitted.

The \$45 million non-reversionary Settlement before the Court provides Fisher, Property, and Waterfront Tourism Class members meaningful recoveries of the damages they incurred as a result of the Spill. Dkt. 739-2 ("Settlement"). The Settlement is fair, adequate, and reasonable. Following the extensive notice program, not a single Class member has objected to the substance of the Settlement, to the requested fee and cost award, or to the requested class representative service awards.

For their work in securing this excellent result on behalf of the Classes, Class Counsel seek \$11,250,000 in fees. The fees sought here are based on time separate from those sought related to the settlement with the Amplify Defendants. As set forth in Class Counsel's initial memorandum in support of the requested fee award, this request for 25% of the Settlement's total value is strongly supported by each of the relevant factors under Ninth Circuit law. See generally Dkt. 756. First, the recovery provides significant monetary relief to the Settlement Classes (on top of the separate monetary and injunctive relief already achieved for the same Settlement Class Members by the same counsel in the Amplify settlement). Second, the Settlement Classes would have faced serious litigation risks and delays had they continued to litigate against the Shipping Defendants, which mounted a spirited defense and are represented by sophisticated and experienced counsel. *Third*, Class Counsel applied their considerable experience and skill in litigating this case on behalf of the Settlement Classes against the Shipping Defendants, including very significant and complex additional litigation after settlement with Amplify. Fourth, Class Counsel pursued this case purely on a contingency basis. *Fifth*, the requested

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

1 25 percent fee request is a modest request in comparison with similar settlements. 2 Finally, the requested 25 percent fee results in a multiplier of approximately 2.23, which is in the middle of the range considered presumptively reasonable in this 3 4 Circuit. Considered together with the lodestar accrued and fees awarded in the 5 settlement with Amplify, the total multiplier for the requested fees would be a 6 modest 1.63. In sum, given the quality of the Settlement and the risks undertaken 7 by Class Counsel, an award of 25 percent of the Settlement Funds is appropriate. 8 The Court-approved notice disseminated to the Class indicated that Class 9 Counsel would not seek a fee in excess of 25% of the Settlement. Critically, no 10 Class member objected to the fee request stated in the Class Notices. The absence 11 of objections strongly supports the reasonableness and fairness of Class Counsel's request. See Gutierrez v. Stericycle, Inc., No. LA CV15-08187 JAK (JEMx), 2019 12 13 WL 12470143, at *8 (C.D. Cal. Mar. 22, 2019) (finding class counsel's requested fee appropriate "in light of the absence of any objections by members of the 14 Class"); Jenson v. First Tr. Corp., No. CV 05-3124 ABC (CTx), 2008 WL 15 16 11338161, at *15 (C.D. Cal. June 9, 2008) ("[T]hat no Class members [] have manifested any disapproval of the fee request further supports its reasonableness."); 17 Nevarez v. Forty Niners Football Co., LLC, 474 F. Supp. 3d 1041, 1051 (N.D. Cal. 18 19 2020) (considering the fact that there were "no objections" as a factor in justifying Plaintiffs' lodestar). Likewise, no Class members filed objections to the requested 20 21 class representative service awards, which were also disclosed in the Class Notice. 22 23 ¹ See Dkt. 739-5, Declaration of Gina Intrepido-Bowden Regarding Proposed Shipping Defendants Settlement Notice Plan ("Intrepido-Bowden Decl. ISO 24 Notice") Exs. B-D, ¶ 8 ("Class Counsel will apply to the Court for fees of up to 25% of the Settlement . . . plus . . . expenses."). 25 ² Cf. In re Amgen Inc. Sec. Litig., No. CV 7-2536 PSG (PLAx), 2016 WL 10571773, at *5 (C.D. Cal. Oct. 25, 2016) (finding class counsel's fee request reasonable after overruling three objections); Fernandez v. Victoria Secret Stores, LLC, No. CV 06-04149 MMM (SHx), 2008 WL 8150856, at *13 (C.D. Cal. July 21, 2008) ("Only three class members objected and only twenty-nine opted out. This indicates that counsel achieved a feverable result for the class which is the store of the class which is the class w 26

This indicates that counsel achieved a favorable result for the class, which in turn

- 2 -

suggests that they are entitled to a generous fee.").

27

See Dkt. 773-2, Supplemental Declaration of Gretchen Eoff, ¶ 15; Dkt. 739-5, Intrepido-Bowden Decl. ISO Notice, at Exs. B-D, ¶ 8.

Class Counsel also sought \$1,134,254.91 to reimburse costs spent on behalf of the Class in order to secure the Settlement, based on expenses separate from those sought related to the settlement with the Amplify Defendants. In their prior request, Class Counsel incidentally omitted or had not yet received four invoices for costs related to court reporters, expert witnesses, and Plaintiffs' document discovery platform. These invoices total \$8,405.90, and will all be paid from the Common Fund that Class Counsel maintained in connection with the prosecution and settlement of this case. *See* Ex. A, Supplemental Declaration of Lexi J. Hazam, attached hereto. These expenses were reasonably and necessarily incurred in Class Counsel's efforts to prosecute the claims on behalf of the Classes, they are commercially reasonable, and they are reflected on the books and records of Class Counsel. *See id.* Class Counsel respectfully request that the Court award reimbursement of these \$8,405.90 in costs in addition to the \$1,134,254.91 previously requested, for a total of \$1,142,660.81 in costs.

In addition to the time and expenses Class Counsel have dedicated to this matter already, they will continue their efforts on behalf of the Class all the way through the complete administration of the Settlement. This ongoing effort and commitment further demonstrates the propriety of the fee and cost award and, as noted, has and will continue to result in a reduction of the multiplier on Class Counsel's lodestar.

CONCLUSION

Class Counsel have achieved an extraordinary recovery for the Classes in an incredibly hard-fought, difficult, and risky case. After receiving notice of the requested fee award, no member of any Class objected, evidencing the reasonableness of the requested award. For these reasons, and those articulated in Class Counsel's opening memorandum, Class Counsel respectfully request that the

- 3 -

1	Court grant their motion for \$11,250,000 in attorneys' fees; \$1,142,660.81 in		
2	litigation expenses (the amount previously requested plus the additional \$8,405.90		
3	requested here); and \$7,500 to each of the seventeen Class Representatives. ³		
4	D . 1 . 4		
5	Dated:	August 28, 2023	Respectfully submitted,
6			/s/ Lexi J. Hazam Lexi J. Hazam
7			Lexi J. Hazam, State Bar No. 224457
8			lhazam@lchb.com LIEFF CABRASER HEIMANN
9			& BERNSTEIN, LLP 275 Battery Street, 29th Floor San Francisco, CA 94111-3339
10	San Francisco, CA 94111-3339 Telephone: (415) 956-1000 Facsimile: (415) 956-1008		
11			
12	wyite & ankeniaw.com		wylie@aitkenlaw.com
13	3 Water Hard Trace, Butte 600		
14			Santa Ana, CA 92808 Telephone: (714) 434-1424
15			Facsimile: (714) 434-3600
16			Stephen G. Larson, State Bar No. 145225
17	slarson@larsonllp.com LARSON, LLP 600 Anton Blvd., Suite 1270		
18	Costa Mesa, CA 92626		
19	Telephone: (949) 516-7250 Facsimile: (949) 516-7251		
20	Interim Settlement Class Counsel		Interim Settlement Class Counsel
21			
22			
23			
24			
25			
26			
27			
28	³ Plaintiffs attach an amended proposed order to address the lack of objections and		

³ Plaintiffs attach an amended proposed order to address the lack of objections and requested reimbursement of additional costs.

Before the Court is a motion for attorneys' fees, expenses, and class representative service awards related to a class action settlement reached between Class Plaintiffs and Shipping Defendants. See Dkt. 739-2 (the proposed "Settlement"). The Court conducted a fairness hearing on September 14, 2023. Having considered the moving papers and the information provided at the hearing, the Court GRANTS the motion for attorneys' fees, costs, and Class Representative service awards.

I. BACKGROUND

This litigation arises from an oil spill in the San Pedro Bay on or around October 1, 2021. Class Plaintiffs allege that in January 2021, two container ships, the *M/V Beijing* and *M/V MSC Danit*, struck and dragged their anchors over Amplify's San Pedro Bay Pipeline.² Plaintiffs allege that damage from those strikes caused the pipeline to rupture. When the pipeline ruptured, oil spilled into the Pacific Ocean and spread along the coast of Orange County. *See* Dkt. 454 ¶¶ 2, 4, 12-14.

In the aftermath of the oil spill, and as early as October 4, 2021, certain plaintiffs filed the first of many class action complaints against Amplify. On December 20, 2021, this Court consolidated many of the cases into this lead case, *Gutierrez, et al. v. Amplify Energy, et al.*, and administratively closed all related cases. *See* Dkt. 38. The Court invited attorneys to apply for leadership positions on behalf of plaintiffs and, after briefing and oral presentations to the Court, appointed Wiley Aitken of Aitken*Aitken*Cohn, Stephen Larson of Larson LLP, and Lexi

Amplify" refers collectively to Amplify Energy Corporation, Beta Operating Company, LLC, and San Pedro Bay Pipeline Company, the three Defendants that own and operate the San Pedro Bay Pipeline.

¹ The "Shipping Defendants" are: Capetanissa Maritime Corporation, Costamare Shipping Co., S.A., V.Ships Greece Ltd., and the *M/V Beijing* (collectively, "Capetanissa") and Dordellas Finance Corp., MSC Mediterranean Shipping Co. SA, Mediterranean Shipping Co. S.r.l., MSC Shipmanagement Ltd., and *MSC Danit* (collectively, "Dordellas"). *See* Dkt. 739-2, ¶ 1. Unless otherwise stated, capitalized terms have the definitions set forth in the Settlement Agreement.

² Amplify" refers collectively to Amplify Energy Corporation, Beta Operating

Hazam of Lieff Cabraser Heimann & Bernstein LLP as Interim Co-Lead Counsel. *Id.* at 3.

After this Court consolidated separately filed class actions into this lead case, Interim Co-Lead Counsel filed a consolidated amended class action complaint in early 2022. Dkt. 102. Plaintiffs have subsequently amended. Plaintiffs' operative pleading in this lead case is now the 110-page Second Amended Consolidated Complaint ("SAC"), filed on October 4, 2022. Dkt. 454.

Plaintiffs brought claims against the Shipping Defendants for negligence, public nuisance, negligent interference with prospective economic advantage, trespass, continuing private nuisance, violation of California's Unfair Competition Law, Cal. Bus. & Prof. Code §§ 17200, et seq., respondeat superior, and enforcement of maritime lien in Rem. See Dkt. 454 ¶¶ 273-389. The Shipping Defendants each moved to dismiss Plaintiffs' claims for a variety of reasons, including that maritime law barred their claims. See Dkts. 467, 469.

The Parties conducted substantial discovery. The Class Representatives collected 8 GB of data for search and review responsive to the Shipping Defendants' requests. Dkt. 739-1, ¶ 25. Plaintiffs obtained and reviewed more than 180,000 documents from the Shipping Defendants, including numerous highly technical documents relating to ship engineering and navigation. *Id.* Plaintiffs cross-noticed and participated in the depositions of more than 40 witnesses around the world, including at ports of call in Europe. *Id.* Plaintiffs also participated in the inspections of the *M/V Beijing*, the oil platform that controlled the pipeline at the location and time of the spill, and the pipeline during its removal. *Id.* Plaintiffs developed several maritime experts and worked with various liability experts. *Id.* This discovery-related work included This discovery work included many disputes argued between Plaintiffs and the Shipping Defendants before the Special Master Panel ("SMP") appointed by the Court to oversee discovery. Dkt. 38, § IV.

Plaintiffs also managed the interplay between this action and a related action

brought by certain of the Shipping Defendants under the Limitation of Liability Act

2	of 1851, 46 U.S.C. §§ 30502, et seq. See In the Matter of the Complaint of
3	Dordellas Finance Corp. Owner and MSC Mediterranean Shipping Company S.A.,
4	Owner pro hac vice, No. 2:22-cv-02153-DOC-JDE (C.D. Cal.) ("Limitation
5	Action"); see also In re the Matter of the Complaint of Capetanissa Maritime
6	Corporation, No. 2:22-cv-03462-DOC-JDE (C.D. Cal.). The Parties engaged in
7	significant additional litigation in the Limitation Action, including briefing
8	regarding whether Plaintiffs' claims should proceed in this action or the Limitation
9	Action, whether any claims should be stayed, whether class claims could be
10	maintained in the Limitation Action, the sufficiency of the Limitation Action
11	notice, and the scope of the Limitation Action trial. See Dkt. 739 at 4-7 (detailing
12	this briefing).
13	Apprised of the facts of this case, the Parties then engaged in settlement
14	negotiations.
15	In advance of the mediation, Plaintiffs engaged some of the same experts that
16	survived Daubert challenges in similar litigation, Andrews v. Plains All American
17	Pipeline, L.P., No. 2:15-cv-04113-PSG (C.D. Cal.), a similar class action lawsuit
18	on behalf of businesses and property owners harmed by a Southern California oil
19	spill. These experts include an expert in the field of real estate damages, an
20	economist, and a marine scientist, who submitted confidential preliminary reports
21	for purposes of mediation to support Plaintiffs' claims and damages. Dkt. 739-1, ¶
22	26. The Parties exchanged and submitted detailed mediation statements addressing
23	liability and damages, including expert reports and rebuttal reports. See Dkt. 739-4
24	(Declaration of Layn R. Phillips), ¶ 6. As the mediator recognized, substantial work
25	went into mediation preparation, and the mediation involved complex issues that
26	required significant thought. <i>Id</i> . ¶¶ 6, 11.
27	Under the proposed Settlement, the Shipping Defendants will pay \$45
28	million total, with \$30.6 million paid to the Fisher Class, \$8.1 million to the

1	Property Class, and \$6.3 million to the Waterfront Tourism Class. See Settlement		
2	§§ II.16, 28, 41, III. These amounts, together with interest earned thereon, will		
3	constitute the Fisher, Property, and Waterfront Tourism Class Common Funds,		
4	respectively. Id. § II.14, 26, 39. No portion of the combined \$45 million will revert		
5	to the Shipping Defendants. After deduction of notice-related costs and any Court-		
6	approved award of attorneys' fees, reimbursement of litigation expenses, and		
7	service awards to Class Representatives, all of the remaining monies will be		
8	distributed to the Class members in accordance with Plaintiffs' proposed Plans of		
9	Distribution, which were filed with the Court on June 26, 2023. Dkt. 752.		
10	This Court granted preliminary approval to the Shipping Defendants		
11	Settlement on June 15, 2023. Dkts. 750, 751. After considering the factors set for		
12	in Fed. R. Civ. P. 23(g), this Court appointed Interim Co-Lead Counsel Wylie A.		
13	Aitken, Lexi J. Hazam, and Stephen Larson as Interim Settlement Class Counsel.		
14	Dkt. 751, ¶ 4.		
15	Plaintiffs now move for an order approving the requested attorneys' fees,		
16	expenses, and service awards.		
17	II. ATTORNEYS' FEES, EXPENSES, AND SERVICE AWARDS		
18	Plaintiffs move for (1) \$11.25 million in attorneys' fees, representing 25% of		
19	the Settlement Funds, (2) reimbursement of \$1,142,660.81 in litigation costs		
20	incurred by Class Counsel, and (3) service awards of \$7,500 to each Class		
21	Representative. See Plaintiffs' Notice of Motion and Motion for Attorneys' Fees,		
22	Expenses, and Service Awards Under Rule 23(H) ("Fees Mot.") at 1. The Court		
23	addresses each request in turn.		
24	A. Attorneys' Fees		
25	1. <u>Legal Standard</u>		
26	Awards of attorneys' fees in class action cases are governed by Federal Rule		
27	of Civil Procedure 23(h), which provides that, after a class has been certified, the		

court may award reasonable attorneys' fees and nontaxable costs. The court "must

27

carefully assess" the reasonableness of the fee award. *Staton v. Boeing Co.*, 327 F.3d 938, 963 (9th Cir. 2003).

Where litigation leads to the creation of a common fund, courts can determine the reasonableness of a request for attorneys' fees using either the common fund method or the lodestar method. *See In re Bluetooth Headset Prods. Liab. Litig.*, 654 F.3d 935, 942 (9th Cir. 2011). "Because the benefit to the class is easily quantified in common-fund settlements," courts may "award attorneys a percentage of the common fund in lieu of the often more time-consuming task of calculating the lodestar." *Id.* The Court will analyze Interim Settlement Class Counsel's fee request under both theories, starting with the percentage-of-the-common-fund theory, and then a lodestar-cross-check.

2. <u>Discussion</u>

The "benchmark" percentage for attorney's fees in the Ninth Circuit is 25% of the common fund with costs and expenses awarded in addition to this amount. *Vizcaino v. Microsoft Corp.*, 290 F.3d 1043, 1047 (9th Cir. 2002). "However, in most common fund cases, the award exceeds that [25%] benchmark." *Spencer-Ruper v. Scientiae, LLC*, No. 819CV01709DOCADS, 2021 WL 4895740, at *1 (C.D. Cal. Sept. 24, 2021) (Carter, J.) (citing *Omnivision*, 559 F. Supp. 2d 1036, 1047 (N.D. Cal. 2007) (citing *In re Activision Sec. Litig.*, 723 F. Supp. 1373, 1378 (N.D. Cal. 1998))). "Absent extraordinary circumstances that suggest reasons to lower or increase the percentage, the rate should be set at 30%." *Omnivision*, 559 F. Supp. 2d at 1048.

Here, Interim Settlement Class Counsel requests that the court approve a fee award of \$11.25 million, or 25% of the gross Settlement amount. Fees Mot. 1. The fee request is fully supported by the factors enunciated in *Vizcaino*, as explained below.

The common fund approach is also endorsed by California law, a relevant consideration given that many of the Settlement Classes' claims are brought under

this State's law. *See Laffitte v. Robert Half Int'l Inc.*, 1 Cal. 5th 480, 503 (2016) (endorsing percentage of the fund approach and affirming an award equal to one-third of the common fund).

a. <u>Percentage-of-the-Common-Fund Method</u>

The selection of a percentage must "take into account all of the circumstances of the case." *Vizcaino*, 290 F.3d at 1048. When assessing the reasonableness of a fee award under the common fund theory, courts consider factors such as (1) the results achieved, (2) the risk of litigation, (3) the complexity of the case and skill required, (4) the benefits beyond the immediate generation of a cash fund, and (5) awards made in similar cases. *Omnivision*, 559 F. Supp. 2d at 1046; *Vizcaino*, 290 F.3d at 1048-50).

i. Results Achieved

"The overall result and benefit to the class from the litigation is the most critical factor in granting a fee award." *Omnivision*, 559 F. Supp. 2d at 1046.

The Court finds that the monetary relief here is a strong result for the Class in light of the costs and risks of delay of litigation. As detailed in Plaintiffs' motions for settlement approval, the non-reversionary \$45 million Settlement provides Settlement Class Members with substantial monetary relief on its own. When viewed in combination with the \$50 million monetary relief achieved in the settlement with Amplify, the \$95 million represents a substantial portion of the Classes' estimated damages. *See* Dkt. 739-4 (Phillips Decl.), ¶ 13; *see also id.* ("Based on my experience as a litigator, a former U.S. District Judge and a mediator, I believe that the Settlement represents a recovery and outcome that is reasonable and fair for the Settlement Classes I further believe it was in the best interests of the parties that they avoid the burdens and risks associated with taking a case of this size and complexity to trial, particularly given the added complication of the Limitation Action and its potential impact on the claims. I strongly support the Court's approval of the Settlement in all respects.").

1	Further, the Court recognizes the overwhelmingly positive reaction from the	
2	Class—no Class Member has filed an objection to the Settlement or the fee request.	
3	See 4 NEWBERG AND RUBENSTEIN ON CLASS ACTIONS § 13:58 (6th ed.)	
4	("If the class contains particularly significant class members who do not object,	
5	those class members' acquiescence may be more meaningful."). The lack of	
6	objections to the Settlement and to Class Counsel's request for fees provides a	
7	compelling argument that the results obtained are meaningful to the Class and that	
8	Class members appreciate the Class Counsel's work achieving them. <i>Jenson v</i> .	
9	First Tr. Corp., No. CV 05-3124 ABC (CTx), 2008 WL 11338161, at *15 (C.D.	
10	Cal. June 9, 2008) ("[T]hat no Class members that have manifested any disapproval	
11	of the fee request further supports its reasonableness.").	
12	Accordingly, the Court finds that the result obtained for the Class supports	
13	the reasonableness of the requested award.	
14	ii. <u>Risk of Litigation</u>	
15	"The risk that further litigation might result in Plaintiffs not recovering at all	

"The risk that further litigation might result in Plaintiffs not recovering at all, particularly [in] a case involving complicated legal issues, is a significant factor in the award of fees." *Spencer-Ruper*, 2021 WL 4895740, at *2 (citing *Omnivision*, 559 F. Supp. 2d at 1046-47).

The Court finds that the risk of continued litigation supports the requested benchmark fee. Litigation against the Shipping Defendants—a constellation of companies from across the globe—was complicated and risky. The Shipping Defendants each moved to dismiss Plaintiffs' claims for a variety of reasons, including that maritime law barred their claims. *See* Dkts. 467, 469. Those motions were still pending when the parties settled.

Plaintiffs also faced the challenges associated with the Limitation Action and the related trial that had been approaching at the time of settlement. If the Ships had proven at that trial that they were not liable for the oil spill, or that their damages should be limited, Class Plaintiffs would have either recovered nothing or

potentially significantly less than their full damages—especially considering that Amplify would have also claimed very significant damages in any concursus related to any limited funds identified in the Limitation Action. If the Court had granted limitation, Plaintiffs also faced the challenge of demonstrating that a class claim was proper in a Limitation Action—which the Shipping Defendants had strenuously opposed and which this Court had not yet decided.

Even if Plaintiffs had prevailed on every measure in the Limitation Action and it was dismissed, Plaintiffs would then still face the gauntlet of prevailing on class certification, *Daubert*, summary judgment, liability and damages at trial, and an inevitable appeal. Each of these would be hotly contested. The Shipping Defendants would also likely seek to shift liability onto Amplify. And even if Plaintiffs secured a complete victory at a merits trial on both liability and damages, it is a near certainty that the Shipping Defendants would engage in "vigorous post-trial motion practices . . . and likely appeals to the Ninth Circuit—delaying any recovery for years." *Baker v. SeaWorld Ent., Inc.*, No. 14-CV-02129-MMA-AGS, 2020 WL 4260712, at *7 (S.D. Cal. July 24, 2020).

For these reasons, "the risks of continued litigation not only support the Settlement, the result obtained for the Class also supports the reasonableness of the requested fees." *See Spencer-Ruper*, 2021 WL 4895740, at *2.

iii. Complexity of the Case and Skill Required

The Court also considers the skill required to prosecute and manage this litigation, as well as Class Counsel's overall performance. *See Omnivision*, 559 F. Supp. 2d at 1047.

As this Court recognized in appointing Interim Settlement Class Counsel as Interim Co-Lead Counsel at the beginning of this hard-fought litigation, Interim Settlement Class Counsel has a depth of experience handling class actions and other complex litigation, including "litigation involving similar facts and issues to those in th[is] case," they engaged in significant work "investigating potential claims in

this action," and they have knowledge of the laws at issue in this case, including environmental law. *See* Dkt. 38 (appointing Interim Co-Lead Counsel).

The Court finds that Interim Settlement Class Counsel deftly applied their legal skills and abilities to this litigation and settlement. The interplay between this action and the Limitation Action required significant research, strategizing, and briefing to navigate in order to maintain the claims of the three Settlement Classes. *See* Dkt. 739 at 4-7 (detailing Limitation Action-related litigation). Interim Settlement Class Counsel also engaged in extensive discovery, collecting an producing enormous amounts of data and documents, reviewing and interpreting understand voluminous and highly-technical documents from Defendants, participating in depositions of more than 40 witnesses around the world, and participating in inspections of one of the container ships, the oil platform that controlled the pipeline at the location and time of the spill, and the pipeline itself during removal. Dkt. 739-1, ¶ 25. Plaintiffs also retained and worked with experts related both to liability and damages, in fields including marine science, real estate damages, and economics. *Id.* ¶ 26.

Interim Settlement Class Counsel also successfully handled this litigation against a multitude of Defendants with significant financial and legal resources, represented by prominent litigation firms. *See In re Am. Apparel, Inc. S'holder Litig.*, No. 10-cv-6352, 2014 WL 10212865, at *22 (C.D. Cal. July 28, 2014) ("In addition to the difficulty of the legal and factual issues raised, the court should also consider the quality of opposing counsel as a measure of the skill required to litigate the case successfully.").

The Court agrees that the skill displayed by Interim Settlement Class Counsel in prosecuting this case and obtaining a favorable settlement supports their requested award.

iv. Settlement Class Counsel's undertaking of this case on a contingency-fee basis supports the requested fees.

CASE NO. 8:21-CV-01628-DOC(JDEX)

"The Ninth Circuit has long recognized that the public interest is served by rewarding attorneys who undertake representation on a contingent basis by compensating them for the risk that they might never be paid for their work." *Spencer-Ruper*, 2021 WL 4895740, at *3(citing *In re Washington Pub. Power Supply Sys. Sec. Litig.*, 19 F.3d 1291, 1299 (9th Cir. 1994).

Interim Settlement Class Counsel bore not insignificant risks to achieve this result. Interim Settlement Class Counsel took the case purely on contingency, devoting thousands of hours and advancing hundreds of thousands of dollars in litigation expenses, all with no guarantee of reimbursement. Fees Mot. at 10. In so doing, Interim Settlement Class Counsel "turn[ed] down opportunities to work on other cases to devote the appropriate amount of time, resources, and energy necessary to responsibly handle this complex case." *In re Volkswagen "Clean Diesel" Mktg., Sales Pracs., & Prods. Liab. Litig.*, 2017 WL 1047834, at *3 (N.D. Cal. Mar. 17, 2017).

This factor also strongly supports Interim Settlement Class Counsel's requested fee.

v. Awards Made in Similar Cases

A court should also consider fee awards from similar cases. *Vizcaino*, 290 F.3d at 1049-50. The requested fee is equal to the Ninth Circuit's "benchmark," and in fact is lower than the fees often awarded in similar cases. *See Beaver v. Tarsadia Hotels*, No. 11-CV-01842-GPC-KSC, 2017 WL 4310707, at *10 (S.D. Cal. Sept. 28, 2017) (citing several cases awarding 33%). Indeed, in another oil spill case along the California coast, the court awarded a 32% fee. *See Andrews v. Plains All Am. Pipeline L.P*, No. CV154113PSGJEMX, 2022 WL 4453864, at *4 (C.D. Cal. Sept. 20, 2022) (awarding a 32% fee and citing cases awarding up to 42% in fees). This Court awarded a 25% fee for the similar settlement with Amplify, and notably none of the class members there—who are the same as the class members here—objected to that fee request. *See* Dkt. 726 at 8.

The requested fee is also below a traditional contingency fee, which further supports its reasonableness. *Vinh Nguyen v. Radient Pharms. Corp.*, No. SACV 11-00406 DOC, 2014 WL 1802293, at *9 (C.D. Cal. May 6, 2014) (Carter, J.) (awarding 28% in fees, noting that 28% is "commensurate with, and even slightly below, a traditional contingency fee) (citing *Blum v. Stenson*, 465 U.S. 886, 904, (1984) ("In tort suits, an attorney might receive one-third of whatever amount the plaintiff recovers.").

Thus, the requested 25 percent award is consistent with fee awards in class action cases generally, and compares favorably with percentages approved in similar cases. Accordingly, this factor clearly supports Interim Settlement Class Counsel's requested fee.

b. <u>Lodestar Cross-Check</u>

The lodestar method is a way for the Court to cross-check the reasonableness of a fee award. Courts sometimes employ a "streamlined" lodestar analysis to "cross-check" the reasonableness of a requested award. *Vizcaino*, 290 F.3d at 1050. "[W]hile the primary basis of the fee award remains the percentage method, the lodestar may provide a useful perspective on the reasonableness of a given percentage award." *Id.* "The aim is to do rough justice, not to achieve auditing perfection." *In re Apple Inc. Device Performance Litig.*, No. 18-md-2827,, 2021 WL 1022866, at *7 (N.D. Cal. Mar. 17, 2021) (citation omitted); *see also In re Capacitors Antitrust Litig.*, No. 17-md-2801, 2018 WL 4790575, at *6 (N.D. Cal. Sept. 21, 2018) (holding that a lodestar cross-check does not require "mathematical precision [or] bean-counting").

In the Ninth Circuit, a multiplier ranging from 1.0 to 4.0 is considered "presumptively acceptable." *Dyer v. Wells Fargo Bank, N.A.*, 303 F.R.D. 326, 334 (N.D. Cal. 2014); Vizcaino, 290 F.3d at 1051 n.6 (finding most multipliers range from 1.0–4.0).

Here, the lodestar cross-check reveals that the requested fee is eminently

1	reasonable: the resulting multiplier is comfortably in the middle of the acceptable
2	range. First, Interim Settlement Class Counsel devoted a substantial number of
3	hours to the litigation specifically against the Shipping Defendants. Fees Mot. at
4	11-12. Interim Settlement Class Counsel confirms they did not submit any hours in
5	support of this fee request in support of the fee requested for the Amplify
6	settlement. Id.
7	Second, Class Counsel's rates are consistent with market rates in their area.
8	See, e.g., Hefler v. Wells Fargo & Co., No. 16-CV-05479-JST, 2018 WL 6619983,
9	at *14 (N.D. Cal. Dec. 18, 2018) (rates from \$650 to \$1,250 for partners or senior
10	counsel, \$400 to \$650 for associates); In re Volkswagen "Clean Diesel" Mktg.,
11	Sales Practices, & Prod. Liab. Litig., No. 2672 CRB (JSC), 2017 WL 1047834, at
12	*5 (N.D. Cal. Mar. 17, 2017) (billing rates ranging from \$275 to \$1600 for partners,
13	\$150 to \$790 for associates, and \$80 to \$490 for paralegals found to be reasonable);
14	see also No. 15-cv-4922, Dickey v. Advanced Micro Devices, Inc., 2020 WL
15	870928, at *8 (N.D. Cal. Feb. 21, 2020) (approving rates between \$275 and \$1,000
16	for attorneys); In re Lidoderm Antitrust Litig., No. 14-md-2521, 2018 WL 4620695,
17	at *2 (N.D. Cal. Sept. 20, 2018) (approving rates between \$300 and \$1,050). This
18	Court recently approved the same rates in granting the fee request relating to the
19	Amplify settlement. Dkt. 726 at 12-13.
20	The resulting lodestar of \$5,035,745.40 yields a modest multiplier of 2.23 for
21	work performed to date related to the Shipping Defendants settlement. This
22	multiplier is in the middle of the "presumptively acceptable range of 1.0-4.0" in this
23	Circuit. Dyer, 303 F.R.D. at 334; see also Vizcaino, 290 F.3d at 1051 n.6
24	(approving 3.65 multiplier); Flo & Eddie, Inc. v. Sirius XM Radio, Inc., No. 13-cv-
25	5693, 2017 WL 4685536, at *9 (C.D. Cal. May 8, 2017) (approving multiplier of
26	up to 2.5). And the multiplier will only decrease as Interim Settlement Class
27	Counsel continue to work on the approval and implementation of this proposed
28	Settlement. Allocation to attorneys of any fees awarded as a multiplier will be

determined by Interim Co-Lead Counsel.

The reasonableness of the requested fee is also evident when this Settlement is considered together with the Amplify settlement, where the total requested 25% fee yields a total multiplier of 1.63.

This factor supports Interim Settlement Class Counsel's requested 25 percent fee, and demonstrates that such a fee will not result in a "windfall" to Counsel.

For the above reasons, the Court finds that the requested benchmark fee is reasonable and GRANTS Interim Settlement Counsel's Motion for Fees of \$11.25 million.

B. <u>Litigation Expenses</u>

Class Counsel may "recover their reasonable expenses that would typically be billed to paying clients in non-contingency matters." *Brown v. CVS Pharmacy, Inc.*, No. 15-cv-7631, 2017 WL 3494297, at *9 (C.D. Cal. Apr. 24, 2017) (citation omitted); *see also Staton v. Boeing*, 327 F.3d 938, 974 (9th Cir. 2003); Fed. R. Civ. P. 23(h). This includes expenses that are reasonable, necessary, and directly related to the litigation. *See Willner v. Manpower Inc.*, No. 11-cv-2846, 2015 WL 3863625, at *7 (N.D. Cal. June 22, 2015).

Here, Interim Settlement Class Counsel established a joint cost fund to manage the bulk of the hard costs incurred, such as for depositions, transcripts, expert fees, and mediation expenses. Fees Mot. at 13. Combined with each firm's held costs, the total costs for which Class Counsel seek reimbursement is \$1,134,254.91. *Id.* Interim Settlement Class Counsel confirms that none of the costs requested here were requested or reimbursed in the Amplify settlement. *Id.*

These costs benefited the Settlement Classes and are commensurate with the stakes, complexity, novelty, and intensity of this particular litigation. Interim Settlement Class Counsel expended costs on the typical categories, *e.g.*, experts, document management systems, mediation fees, and necessary travel, in addition to soft costs attributable to the litigation. *Id.* at 14. While this highly technical case

was expensive to prosecute, "[Interim Settlement] Class Counsel had a strong incentive to keep expenses at a reasonable level due to the high risk of no recovery when the fee is contingent." *Beesley v. Int'l Paper Co.*, No. 06-cv-703, 2014 WL 375432, at *3 (S.D. Ill. Jan. 31, 2014).

The Court is satisfied that the costs are reasonable, and therefore GRANTS Plaintiffs' motion for costs in the amount of \$1,142,660.81.

C. Service Awards for Class Representatives

"Incentive awards are fairly typical in class action cases." *Rodriguez v. W. Publ'g Corp.*, 563 F.3d 948, 958 (9th Cir. 2009). In addition to any settlement distributions they receive, the Court-appointed Class Representatives request service awards of \$7,500 to compensate them for the time and effort they spent pursuing this matter on behalf of their respective Classes. Courts have discretion to approve service awards based on the amount of time and effort spent, the duration of the litigation, and the personal benefit (or lack thereof) as a result of the litigation. *See, e.g., Van Vraken v. Atl. Richfield Co.*, 901 F. Supp. 294, 299 (N.D. Cal. 1995). Each of these Class Representatives searched for and provided facts used to compile the Complaints, helped Interim Settlement Class Counsel analyze claims, produced voluminous documents that were responsive to discovery requests both by Amplify and by the Shipping Defendants, provided information to respond to written discovery requests served by the Shipping Defendants, and reviewed and approved the proposed Settlement. They each have submitted declarations further explaining the time and effort they expended to benefit the class. Fees Mot. at 14.

Service awards of \$7,500 or larger are often awarded in this Circuit. *See, e.g., In re Wells Fargo & Co. S'holder Derivative Litig.*, 445 F. Supp. 3d 508, 534 (N.D. Cal. 2020) (granting \$25,000 service awards to each institutional investor plaintiff); *In re Nat'l Collegiate Athletic Ass'n Athletic Grant-in-Aid Cap Antitrust Litig.* ("*In re NCAA*"), No. 14-md-2541, 2017 WL 6040065, at *11 (N.D. Cal. Dec. 6, 2017), *aff'd*, 768 F. App'x 651 (9th Cir. 2019) (awarding each of the four class

- 1 representatives \$20,000 service awards); Garner v. State Farm Mut. Auto. Ins. Co., 2 No. 08-cv-1365, 2010 WL 1687832, at *17 n.8 (N.D. Cal. Apr. 22, 2010) 3 (collecting Ninth Circuit cases with service awards of \$20,000 or higher); Boyd v. 4 Bank of Am. Corp., No. SACV 13-0561-DOC, 2014 WL 6473804, at *7 (C.D. Cal. 5 Nov. 18, 2014) (Carter, J.) (awarding a service award of \$15,000). 6 If considered together with the \$10,000 service awards granted by this Court 7 for the Class Representatives' total service awards would amount to \$17,500 each 8 (out of a total \$95 million recovery), which is still below the amount often awarded 9 in this Circuit. See In re NCAA, 2017 WL 6040065, at *11 & n.69 (citing several 10 cases awarding between \$20,000 and \$120,000), aff'd, 768 F. App'x 651 (9th Cir. 11 2019). Awarding multiple, separate service awards for successive settlements in the 12 same litigation is also appropriate. See In re High-Tech Emp. Antitrust Litig., No. 11-CV-02509-LHK, 2015 WL 5158730, at *17 (N.D. Cal. Sept. 2, 2015) (awarding 13 14 \$80,000–\$120,000 to each class representative on top of \$20,000 awarded to each 15 for prior settlements). 16 Moreover, a \$7,500 service award to each of the seventeen Class 17 Representatives amounts to a total payment of \$127,500, or less than .3 percent of 18 the gross Settlement amount. This is well within the range the Ninth Circuit has 19 found reasonable. *Staton*, 327 F.3d at 976-77. 20 Accordingly, the Court GRANTS Plaintiffs' request for service awards in the 21 amount of \$7,500 per Plaintiff, for a total of \$127,500. 22 III. **CONCLUSION** 23 For the reasons stated above, Plaintiffs' motion for approval of attorneys' 24 fees, expenses, and incentive awards is GRANTED. Accordingly, it is HEREBY 25 ORDERED AS FOLLOWS:
 - 1. Class Counsel is awarded 25 percent of the total settlement amount, or \$11.25 million, in attorneys' fees and \$1,142,660.81 in costs.

27

28

2. Each of the seventeen Class Representatives is awarded \$7,500 in

EXHIBIT A

Case	#:23003		raye 2 01 0 raye 1D
1	Wylie A. Aitken, State Bar No. 37770		
2	wylie@aitkenlaw.com AITKEN+AITKEN+COHN		
3	3 MacArthur Place, Suite 800 Santa Ana, CA 92808		
4	Telephone: (714) 434-1424 Facsimile: (714) 434-3600		
5	Lexi J. Hazam, State Bar No. 224457 lhazam@lchb.com		
6	LIEFF CABRASER HEIMANN & BERNSTEIN, LLP		
7	275 Battery Street, 29th Floor San Francisco, CA 94111-3339		
8	Telephone: (415) 956-1000 Facsimile: (415) 956-100		
9	Stephen G. Larson, State Bar No. 14522	25	
10	slarson@larsonllp.com LARSON LLP		
11	600 Anton Blvd., Suite 1270 Costa Mesa, CA 92626		
1213	Telephone: (949) 516-7250 Facsimile: (949) 516-7251		
13	Interim Settlement Class Counsel		
15	UNITED STATES DISTRICT COURT		
16	CENTRAL DISTR	ICT OF CALIF	FORNIA
17	SOUTHE	RN DIVISION	
18			
19	PETER MOSES GUTIERREZ, JR., et al.,		-CV-01628-DOC(JDEx)
20	Plaintiffs,	OF LEXI J. I	NTAL DECLARATION HAZAM IN SUPPORT
21	v.	SETTLEME	IS FOR FINAL NT APPROVAL, PLANS
22	AMPLIFY ENERGY CORP., et al.,	ATTORNEY	SUTION, AND S' FEES AND COSTS
23	Defendants.	Date: Time:	September 14, 2023 8:30 a.m.
2425		Judge: Courtroom:	David O. Carter 10A
26			
27			
28			
			SLIPP HAZAM DECL ISO MOTION FOR

I, Lexi J. Hazam, declare:

- 1. I am a partner in the law firm of Lieff, Cabraser, Heimann & Bernstein, LLP ("LCHB" or "Lieff Cabraser"), and serve as Court-appointed Interim Settlement Class Counsel ("Class Counsel") for the Plaintiffs in this action. I have personal knowledge of the facts set forth in this Declaration based on my day-to-day participation in the prosecution and settlement of this case, and, if called as a witness, could and would testify competently to them.
- 2. I submit this declaration in support of Plaintiffs' motions for final approval of the proposed Settlement and for approval of the Plans of Distribution, as well as Interim Settlement Class Counsel's motion for an award of attorneys' fees, expenses, and class representative service awards.
- 3. Class Counsel previously sought \$1,134,254.91 to reimburse costs spent on behalf of the Class in order to secure the Settlement, based on expenses separate from those sought related to the settlement with the Amplify Defendants. *See* Dkt. 756. In their prior request, Class Counsel incidentally omitted or had not yet received four invoices for costs related to court reporters, expert witnesses, and Plaintiffs' document discovery platform. These invoices total \$8,405.90. These expenses were not previously submitted or reimbursed in the Amplify settlement.
- 4. As reported in my prior declaration in support of this motion, Dkt. 757 at ¶ 33, Class Counsel maintained a Common Fund for expenses incurred during the course of this litigation, which was managed by Lieff Cabraser at my direction. The three Interim Co-Lead Counsel firms all made contributions to the Common Fund at periodic intervals as costs were incurred. Lieff Cabraser maintained the books and records for the Common Fund and disbursed monies to cover case expenses as needed.
- 5. The \$8,405.90 in additional expenses reported here will be paid from the Common Fund that Class Counsel maintained in connection with the prosecution and settlement of this case. The total case expenses for the Common

1	Fund, including the additional \$8,405.90 requested here, are presented in summary		
2	form in Exhibit 1, attached to this declaration.		
3	6. These expenses were reasonably and necessarily incurred in Class		
4	Counsel's efforts to prosecute the claims on behalf of the Classes, they are		
5	commercially reasonable, and they are reflected on the books and records of Class		
6	Counsel. These are the type of expenses typically billed by attorneys to paying		
7	clients and reflect the actual costs of these services.		
8	7. The Common Fund and other expenses were advanced by Class		
9	Counsel and the other firms working on behalf of the Classes with no guarantee of		
10	recovery. As a result, Class Counsel had a strong incentive to keep costs to a		
11	reasonable level and did so.		
12	8. In addition to the \$1,134,254.91 in costs previously requested by Class		
13	Counsel, the additional \$8,405.90 in costs requested here result in a total of		
14	\$1,142,660.81 in requested costs.		
15	I declare under penalty of perjury under the laws of the State of California		
16	that the foregoing is true and correct.		
17	Executed on August 28, 2023, in San Francisco, California.		
18	y ,11		
19	1s/ Ley Hazan		
20			
21			
22			
23			
24			
25			
26			
27			
28			

EXHIBIT 1

Gutierrez v. Amplify Energy Corp., No. 8:21-CV-01628-DOC(JDEx) Shipping Case Portion - Cost Fund Expenses Summary

Category	Amount	
Court Reporters	\$175,295.71	
Expert Witness Fees	\$212,757.11	
Mediator Charges	\$49,447.54	
Document Discovery Platform	\$283,560.77	
Special Masters Panel Fees	\$257,875.31	
Total Common Fund Costs	\$978,936.44	