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13				
14	Interim Settlement Class Counsel			
15	[Additional Counsel Appear on Signa	ture Pagej		
16	UNITED STATE	ES DISTRICT COURT		
17	CENTRAL DIST	RICT OF CALIFORNIA		
18	SOUTHERN DIVISION			
19				
20	PETER MOSES GUTIERREZ, JR., <i>et al.</i> ,	Case No. 8:21-CV-01628-DOC(JDEx)		
21	Plaintiffs,	CLASS COUNSEL'S SUPPLEMENTAL MEMORANDUM		
22		OF POINTS AND AUTHORITIES IN SUPPORT OF MOTION FOR		
23	v. AMPLIFY ENERGY CORP., <i>et al.</i> ,	APPROVAL OF ATTORNEYS' FEES, EXPENSES, AND SERVICE		
24	Defendants.	AWARDS UNDER RULE 23(H)		
25	Derenualits.	Date: April 24, 2023 Time: 8:30 a.m.		
26		Judge: David O. Carter Room: 10A		
27				
28				

I

Class Counsel respectfully submit this supplemental memorandum in support
 of their motion for attorneys' fees, expenses, and class representative service
 awards. Following the extensive notice program, no Class member has objected to
 the requested fee and cost award, nor to the requested class representative service
 awards.

6 The \$50 million non-reversionary Settlement before the Court provides
7 Fisher, Property, and Waterfront Tourism Class members meaningful recoveries of
8 the damages they incurred as a result of the Spill. Dkt. 476-4 ("Settlement"). The
9 Settlement is fair, adequate, and reasonable. Not a single Class member has
10 objected to the substance of the Settlement.

For their work in securing this excellent result on behalf of the Classes, Class Counsel seek \$12,500,000 in fees and \$1,291,067.91 in costs. As set forth in Class Counsel's initial memorandum in support of the requested fee and cost 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. 655. *First*, the recovery provides significant monetary and injunctive relief to the Settlement

Classes. *Second*, the Settlement Classes would have faced serious litigation risks 17 18 had they continued to litigate against Amplify—which mounted a spirited defense 19 and is represented by sophisticated and experienced counsel—and relief now avoids 20 further deterioration of Amplify's decreasing insurance funds to pay for its Oil Spill costs. *Third*, Class Counsel applied their considerable experience and skill in 21 litigating this case on behalf of the Settlement Classes against Amplify. Fourth, 22 23 Class Counsel pursued this case purely on a contingency basis. *Fifth*, the requested 24 25 percent fee request is a modest request in comparison with similar settlements. 25 *Finally*, the requested 25 percent fee results in a multiplier of approximately 1.3, 26 which is at the lower end of the range considered presumptively reasonable in this 27 Circuit. In sum, given the quality of the Settlement and the risks undertaken by 28 Class Counsel, an award of 25 percent of the Settlement Funds is appropriate.

1 The Court-approved notice disseminated to the Class indicated that Class 2 Counsel would not seek a fee in excess of 25% of the Settlement.¹ Critically, no Class member objected to the fee request stated in the Class Notices. The absence 3 4 of objections strongly supports the reasonableness and fairness of Class Counsel's 5 request. See Gutierrez v. Stericycle, Inc., No. LA CV15-08187 JAK (JEMx), 2019 6 WL 12470143, at *8 (C.D. Cal. Mar. 22, 2019) (finding class counsel's requested 7 fee appropriate "in light of the absence of any objections by members of the 8 Class"); Jenson v. First Tr. Corp., No. CV 05-3124 ABC (CTx), 2008 WL 9 11338161, at *15 (C.D. Cal. June 9, 2008) ("[T]hat no Class members [] have 10 manifested any disapproval of the fee request further supports its reasonableness."); Nevarez v. Forty Niners Football Co., LLC, 474 F. Supp. 3d 1041, 1051 (N.D. Cal. 11 2020) (considering the fact that there were "no objections" as a factor in justifying 12 Plaintiffs' lodestar).² Likewise, no Class members filed objections to the requested 13 class representative service awards, which were also disclosed in the Class Notice. 14 15 See Supp. Eoff Decl., ¶ 16; Dkt. 476-15, Keough ISO Notice, at Exs. B-D, ¶ 7. 16 In addition to time Class Counsel have dedicated to this matter, they will continue their efforts on behalf of the Class all the way through the complete 17 18 administration of the Settlement. Additionally, if the Court grants final approval, 19 Class Counsel will issue a press release to draw further attention to the Settlement, 20 and will send email reminders regarding the claims deadline to any Class members 21 for whom either the Claim Administrator or Class Counsel has a working email 22 ¹ See Dkt. 476-15, Declaration of Jennifer Keough in Support of Motion for 23 Preliminary Approval of Class Action Settlement and Direction of Notice Under Rule 23(e) ("Keough Decl. ISO Notice") Exs. B-D, ¶ 7 ("Class Counsel will apply to the Court for an award of attorneys' fees up to [] 25% of the Settlement [] plus 24 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. 26 27 This indicates that counsel achieved a favorable result for the class, which in turn 28 suggests that they are entitled to a generous fee.").

address. See Supplemental Declaration of Lexi J. Hazam ¶ 5. This ongoing effort 1 2 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 already modest 1.3 3 4 multiplier on Class Counsel's lodestar. 5 CONCLUSION Class Counsel have achieved an extraordinary recovery for the Classes in an 6 7 incredibly hard-fought, difficult, and risky case. After receiving notice of a fee award, no member of any Class objected, evidencing the reasonableness of the 8 requested award. For these reasons, and those articulated in Class Counsel's 9

opening memorandum, Class Counsel respectfully request that the Court grant their 10

motion for \$12,500,000 in attorneys' fees; \$1,291,067.91 in litigation expenses; 11

and \$10,000 to each of the seventeen Class Representatives.³ 12

13			
14	Dated:	February 24, 2023	Respectfully submitted,
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I	³ Plaintiff	s attach an amended pro	posed order to address the lack of objections. SUPPLEMENTAL MPA ISO MOTION FOR APPROVAL OF
	2753079.1		- 3 - ATTORNEYS' FEES, EXPENSES, AND SERVICE AWARDS

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12	Interim Settlement Class Counsel
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Case	8:21-cv-01628-DOC-JDE	Document 699-1 #:19897	Filed 02/24/23	Page 1 of 16	Page ID
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8	UN	NITED STATES	DISTRICT C	OURT	
9	CENTRAL DISTRICT OF CALIFORNIA				
10	SOUTHERN DIVISION				
11					
12	PETER MOSES GUTI	ERREZ, JR.,	Case No. 8:21		
13 14	Plaintif	fs,	[AMENDED GRANTING EXPENSES, AWARDS UN	PROPOSED ATTORNEY	ORDER S'FEES,
15	v.		AWARDS UN	NDER RULE	23(H)
16	AMPLIFY ENERGY C	CORP., et al.,	Judge: Da	avid O. Carter	
17	Defend	ants.	Room: 10		
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Before the Court is a motion for attorneys' fees, expenses, and class
 representative service awards. The Court conducted a fairness hearing on April 24,
 2022. 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.

6

I.

BACKGROUND

This litigation arises from an oil spill in the San Pedro Bay on or around
October 1, 2021. Amplify owns and operates an offshore 17.5-mile-long crude oil
pipeline that transports crude oil from an offshore oil platform, also owned and
operated by Amplify, to the Port of Long Beach. When the pipeline ruptured, oil
spilled into the Pacific Ocean and spread along the coast of Orange County. Dkt.
454 ¶ 1, 2, 4.

In the aftermath of the oil spill, and as early as October 4, 2021, certain 13 plaintiffs filed the first of many class action complaints against Amplify. On 14 December 20, 2021, this Court consolidated many of the cases into this lead case, 15 16 *Gutierrez, et al. v. Amplify Energy, et al.*, and administratively closed all related 17 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 18 Wiley Aitken of Aitken* Aitken* Cohn, Stephen Larson of Larson LLP, and Lexi 19 20 Hazam of Lieff Cabraser Heimann & Bernstein LLP as Interim Lead Co-Counsel. 21 *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 Amplify Defendants for strict liability
 under the Lempert-Keene-Seastrand Oil Spill Prevention and Response Act

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(California Code Section 8670, et seq.) and the Oil Pollution Act of 1990 (33
U.S.C. Section 2701, et seq.), and under the common law for ultrahazardous
activities. Plaintiffs also brought common law claims against the Amplify
Defendants for negligence, public nuisance, negligent interference with prospective
economic advantage, trespass, and continuing private nuisance. Finally, Plaintiffs
brought a claim for violation of California's Unfair Competition Law, Cal. Bus. &
Prof. Code § 17200, et seq. Dkt. 454, ¶¶ 236-347.

8 The Parties then conducted substantial discovery. Following their 9 appointment, Interim Co-Lead Counsel negotiated search protocols with Amplify to 10 facilitate discovery. This process involved lengthy negotiations on ESI parameters, 11 including custodians, search terms, and non-custodial data sources. After these 12 negotiations, Plaintiffs and Amplify agreed to a Document and Electronically 13 Stored Information Production Protocol (Dkts. 96 (Stipulation) 99 (Order) and a 14 protocol for removing and preserving of portions of the damaged pipeline (Dkts. 15 119 (Amended Stipulation), 121 (Order).

16 These agreements set into motion discovery in earnest. In response to 17 comprehensive document requests, the Parties have exchanged over 360,000. 18 Interim Co-Lead Counsel was charged with reviewing and analyzing Amplify's 19 documents, which required substantial time by counsel and consultation with 20 experts and consultants. Dkt 476-3 (Hazam Prelim. Decl.) ¶¶ 14, 25-26. These 21 documents included highly technical topics such as Shoreline Cleanup Assessment 22 Technique data relating to oil fate and data sets related to pipeline integrity. Id. 23 25.

The Parties brought many disputes before the Special Master Panel ("SMP")
appointed by the Court to oversee discovery. Dkt. 38, § IV. Among these disputes
was a dispute regarding the release of California Department Fish and Wildlife
("CDFW") historical fishing data, and a dispute regarding the scope of the releases
Amplify executed with claimants in its claim process pursuant to the Oil Pollution

Act before the SMP. Apprised of the facts of this case, the Parties then engaged in
 settlement negotiations.

3 In advance of the mediation, Plaintiffs and Amplify prioritized discovery 4 related to damages. Plaintiffs engaged some of the same experts that survived 5 Daubert challenges in similar litigation, Andrews v. Plains All American Pipeline, 6 L.P., No. 2:15-cv-04113-PSG (C.D. Cal.), a class action lawsuit on behalf of 7 businesses and property owners harmed by the Refugio oil spill. These experts 8 include a renowned oil fate and transport expert, an expert in the field of real estate 9 damages, an economist, and a marine scientist, who submitted confidential 10 preliminary reports for purposes of the mediation to support Plaintiffs' claims and 11 damages. See Dkt. 476-3 (Hazam Prelim. Decl.) ¶ 26. The Parties exchanged and 12 submitted detailed mediation statements addressing liability and damages, 13 including expert reports and rebuttal reports. See Dkt. 476-2 (Phillips Decl.) ¶ 5. As 14 the mediators recognized, substantial work went into mediation preparation, and the 15 mediation itself involved complex issues that required significant analysis. Id. ¶¶ 5, 9. 16

17 Under the proposed Settlement, Amplify will pay \$34 million to the Fisher 18 Class. The Fisher Class Settlement Amount, together with interest earned thereon, 19 will constitute the Fisher Class Common Fund. Separately, Amplify will pay \$9 20 million to the Property Class. The Property Class Settlement Amount, together with 21 interest thereon, will constitute the Property Class Common Fund. Separately, 22 Amplify will pay \$7 million to the Waterfront Tourism Class. The total combined 23 value of the three Funds is \$50 million. No portion of the combined \$50 million will revert to the Amplify Defendants. After deduction of notice-related costs and 24 25 any Court-approved award of attorneys' fees, reimbursement of litigation expenses, 26 and service awards to Class Representatives, all of the remaining monies will be 27 distributed to the Class members in accordance with Plaintiffs' proposed Plans of 28 Distribution, which were filed with the Court on December 16, 2022. Dkt. 621.

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This Court granted preliminary approval of the Settlement on December 7,
 2022. Dkt. 599. After considering the factors set forth in this Court appointed
 Interim Co-Lead Counsel Wylie A. Aitken, Lexi J. Hazam, and Stephen Larson as
 Interim Settlement Class Counsel. Dkt. 599.

5

Plaintiffs now move for an order approving the requested attorneys' fees, expenses, and service awards.

7

II.

6

ATTORNEYS' FEES, EXPENSES, AND SERVICE AWARDS

Plaintiffs move for (1) \$12.5 million in attorneys' fees, representing 25% of
the Settlement Funds, (2) reimbursement of \$1,291,067.91 in litigation costs
incurred by Class Counsel, and (3) service awards of \$10,000 to each Class
Representative. *See* Plaintiffs' Notice of Motion and Motion for Attorneys' Fees,
Expenses, and Service Awards Under Rule 23(H) ("Fees Mot.") at 2. The Court
addresses each request in turn.

14

15

A. <u>Attorneys' Fees</u>

1. Legal Standard

Awards of attorneys' fees in class action cases are governed by Federal Rule
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
carefully assess" the reasonableness of the fee award. *Staton v. Boeing Co.*, 327
F.3d 938, 963 (9th Cir. 2003).

21 Where litigation leads to the creation of a common fund, courts can 22 determine the reasonableness of a request for attorneys' fees using either the 23 common fund method or the lodestar method. See In re Bluetooth Headset Prods. 24 Liab. Litig., 654 F.3d 935, 942 (9th Cir. 2011). "Because the benefit to the class is 25 easily quantified in common-fund settlements," courts may "award attorneys a 26 percentage of the common fund in lieu of the often more time-consuming task of 27 calculating the lodestar." *Id.* The Court will analyze Interim Settlement Class 28 Counsel's fee request under both theories, starting with the percentage-of-the-

-5-

1 common-fund theory, and then a lodestar-cross-check.

2

2. <u>Discussion</u>

3 The "benchmark" percentage for attorney's fees in the Ninth Circuit is 25% 4 of the common fund with costs and expenses awarded in addition to this amount. 5 *Vizcaino v. Microsoft Corp.*, 290 F.3d 1043, 1047 (9th Cir. 2002). "However, in 6 most common fund cases, the award exceeds that [25%] benchmark." Spencer-7 Ruper v. Scientiae, LLC, No. 819CV01709DOCADS, 2021 WL 4895740, at *1 8 (C.D. Cal. Sept. 24, 2021) (Carter, J.) (citing *Omnivision*, 559 F. Supp. 2d 1036, 9 1047 (N.D. Cal. 2007) (citing In re Activision Sec. Litig., 723 F. Supp. 1373, 1378 10 (N.D. Cal. 1998)). "Absent extraordinary circumstances that suggest reasons to 11 lower or increase the percentage, the rate should be set at 30%." Omnivision, 559 F. 12 Supp. 2d at 1048. 13 Here, Interim Settlement Class Counsel requests that the court approve a fee 14 award of \$12.5 million, or 25% of the gross Settlement amount. Fees Mot. 2. The 15 fee request is fully supported by the factors enunciated in *Vizcaino*, as explained 16 below. 17 The common fund approach is also endorsed by California law, a relevant 18 consideration given that many of the Settlement Classes' claims are brought under 19 this State's law. See Laffitte v. Robert Half Int'l Inc., 1 Cal. 5th 480, 503 (2016) 20 (endorsing percentage of the fund approach and affirming an award equal to one-21 third of the common fund). 22 Percentage-of-the-Common-Fund Method a.

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).

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i. <u>Results Achieved</u>

"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.

5 The Court finds that the monetary relief here is a strong result for the Class in 6 light of the costs and risks of delay of litigation, particularly given Amplify's 7 available funds. As detailed in Plaintiffs' Motion for Preliminary Approval, the 8 Settlement represents a large portion of the insurance funds that remain available to 9 Amplify to pay claims—an amount that will only decrease with time as Amplify 10 pays ongoing clean-up, litigation and other costs. Dkt. 476 at 12-13. See also Dkt. 11 476-2 (Phillips Decl.) ¶ 11 ("Based on my experience as a litigator, a former U.S. 12 District Judge and a mediator, I believe that the Settlement represents a recovery 13 and outcome that is reasonable and fair for the settlement classes I further 14 believe it was in the best interests of the parties that they avoid the burdens and 15 risks associated with taking a case of this size and complexity to trial, particularly 16 given Amplify's available insurance and financial position. I strongly support the 17 Court's approval of the Settlement in all respects.").

18 The Court also finds that the injunctive relief further supports the requested 19 benchmark 25% fee award. "Incidental or non-monetary benefits conferred by the 20 litigation are a relevant" consideration (*Vizcaino*, 290 F.3d at 1049), and courts may 21 "consider the public benefits of counsel's efforts in determining the level of 22 reasonable compensation." Bebchick v. Wash. Metro. Area Transit Comm'n, 805 23 F.2d 396, 408 (D.C. Cir. 1986). Some of these measures mirror the relief included 24 in its criminal plea, which were spurred in significant part by Plaintiffs' pursuit of 25 civil litigation, and originally sought in Plaintiffs' Complaint. See Dkt. 476 at 6 26 (comparing complaint and plea). These include the installation of a new leak 27 detection system, the use of ROVs to detect pipeline movement and rapid reporting 28 of such to authorities, an increase from one to four of the number of biannual ROV

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pipeline inspections, revision of oil spill contingency plans and procedures, and
employee training on new plans, procedures, and spill reporting. Settlement § IV.
On top of those measures, Amplify has agreed with Plaintiffs to injunctive relief
beyond that included in the criminal plea, including increased staffing on the
offshore platform and control room involved with this Oil Spill, and establishment
of a one-call alert system to report any threatened release of hazardous or pollutant
substances. *Id.*

8 Further, the Court recognizes the overwhelmingly positive reaction from the 9 Class—no Class Member has filed an objection to the Settlement or the fee request. 10 See 4 NEWBERG AND RUBENSTEIN ON CLASS ACTIONS § 13:58 (6th ed.) 11 ("If the class contains particularly significant class members . . . who do not object, 12 those class members' acquiescence may be more meaningful."). The lack of 13 objections to the Settlement and to Class Counsel's request for fees provides a 14 compelling argument that the results obtained are meaningful to the Class and that 15 Class members appreciate the Class Counsel's work achieving them. *Jenson v.* 16 *First Tr. Corp.*, No. CV 05-3124 ABC (CTx), 2008 WL 11338161, at *15 (C.D. 17 Cal. June 9, 2008) ("[T]hat no Class members that have manifested any disapproval of the fee request further supports its reasonableness."). 18

Accordingly, the Court finds that the result obtained for the Class supportsthe reasonableness of the requested award.

21

ii. <u>Risk of Litigation</u>

"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. Amplify demonstrated its willingness to mount a vigorous defense,
moving to dismiss Plaintiffs' claims on multiple bases, including on preemption

1 grounds and failure to state claims. Dkts. 151 (motion), 250 (reply). If Plaintiffs 2 were to continue litigating their claims against Amplify, they would face the 3 gauntlet of prevailing on class certification, *Daubert*, summary judgment, liability 4 and damages at trial, and appeal. Each of these would be hotly contested. Amplify 5 would also likely seek to shift liability onto the other defendants in this case. And 6 even if Plaintiffs secured a complete victory at trial on both liability and damages, it is a near certainty that Amplify would engage in "vigorous post-trial motion" 7 8 practices . . . and likely appeals to the Ninth Circuit—delaying any recovery for 9 years." Baker v. SeaWorld Ent., Inc., No. 14-CV-02129-MMA-AGS, 2020 WL 10 4260712, at *7 (S.D. Cal. July 24, 2020). 11 For these reasons, "the risks of continued litigation not only support the 12 Settlement, the result obtained for the Class also supports the reasonableness of the requested fees." See Spencer-Ruper, 2021 WL 4895740, at *2. 13 14 iii. **Complexity of the Case and Skill Required** The Court also considers the skill required to prosecute and manage this 15 16 litigation, as well as Class Counsel's overall performance. See Omnivision, 559 F. 17 Supp. 2d at 1047. 18 As this Court recognized in appointing Interim Settlement Class Counsel as 19 Interim Co-Lead Counsel at the beginning of this hard-fought litigation, Interim 20 Settlement Class Counsel has a depth of experience handling class actions and other 21 complex litigation, including "litigation involving similar facts and issues to those 22 in th[is] case," they engaged in significant work "investigating potential claims in 23 this action," and they have knowledge of the laws at issue in this case, including 24 environmental law. See Dkt. 38 (appointing Interim Co-Lead Counsel). 25 The Court finds that Interim Settlement Class Counsel deftly applied their 26 legal skills and abilities to this litigation and settlement. Interim Settlement Class 27 Counsel engaged in extensive written discovery, after negotiating search protocols 28 and ESI parameters, and collected 8 GB of data for search and review in response

1	to Amplify's three sets of requests for production of documents. Interim Settlement			
2				
2	Class Counsel had to review and understand voluminous and highly-technical			
	documents, including Shoreline Cleanup Assessment Technique data relating to oil			
4	fate and data sets related to pipeline integrity. Interim Settlement Class Counsel			
5	also successfully handled this protracted litigation against a company represented			
6	by a prominent litigation firm. See In re Am. Apparel, Inc. S'holder Litig., No. 10-			
7	cv-6352, 2014 WL 10212865, at *22 (C.D. Cal. July 28, 2014) ("In addition to the			
8	difficulty of the legal and factual issues raised, the court should also consider the			
9	quality of opposing counsel as a measure of the skill required to litigate the case			
10	successfully.").			
11	The Court agrees that the skill displayed by Interim Settlement Class Counsel			
12	in prosecuting this case and obtaining a favorable settlement supports their			
13	requested award.			
14	iv. <u>Settlement Class Counsel's undertaking of this</u>			
15	case on a contingency-fee basis supports the			
16	requested fees.			
17	"The Ninth Circuit has long recognized that the public interest is served by			
17 18	"The Ninth Circuit has long recognized that the public interest is served by rewarding attorneys who undertake representation on a contingent basis by			
18	rewarding attorneys who undertake representation on a contingent basis by			
18 19	rewarding attorneys who undertake representation on a contingent basis by compensating them for the risk that they might never be paid for their work."			
18 19 20	rewarding attorneys who undertake representation on a contingent basis by compensating them for the risk that they might never be paid for their work." <i>Spencer-Ruper</i> , 2021 WL 4895740, at *3(citing <i>In re Washington Pub. Power</i>			
18 19 20 21	rewarding attorneys who undertake representation on a contingent basis by compensating them for the risk that they might never be paid for their work." <i>Spencer-Ruper</i> , 2021 WL 4895740, at *3(citing <i>In re Washington Pub. Power</i> <i>Supply Sys. Sec. Litig.</i> , 19 F.3d 1291, 1299 (9th Cir. 1994).			
 18 19 20 21 22 	rewarding attorneys who undertake representation on a contingent basis by compensating them for the risk that they might never be paid for their work." <i>Spencer-Ruper</i> , 2021 WL 4895740, at *3(citing <i>In re Washington Pub. Power</i> <i>Supply Sys. Sec. Litig.</i> , 19 F.3d 1291, 1299 (9th Cir. 1994). Interim Settlement Class Counsel bore not insignificant risks to achieve this			
 18 19 20 21 22 23 	rewarding attorneys who undertake representation on a contingent basis by compensating them for the risk that they might never be paid for their work." <i>Spencer-Ruper</i> , 2021 WL 4895740, at *3(citing <i>In re Washington Pub. Power</i> <i>Supply Sys. Sec. Litig.</i> , 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,			
 18 19 20 21 22 23 24 	rewarding attorneys who undertake representation on a contingent basis by compensating them for the risk that they might never be paid for their work." <i>Spencer-Ruper</i> , 2021 WL 4895740, at *3(citing <i>In re Washington Pub. Power</i> <i>Supply Sys. Sec. Litig.</i> , 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			
 18 19 20 21 22 23 24 25 	rewarding attorneys who undertake representation on a contingent basis by compensating them for the risk that they might never be paid for their work." <i>Spencer-Ruper</i> , 2021 WL 4895740, at *3(citing <i>In re Washington Pub. Power</i> <i>Supply Sys. Sec. Litig.</i> , 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. Hazam Decl., ¶ 9. In so			
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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.

5

v. <u>Awards Made in Similar Cases</u>

6 A court should also consider fee awards from similar cases. Vizcaino, 290 7 F.3d at 1049-50. The requested fee is equal to the Ninth Circuit's "benchmark," and 8 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. 9 10 28, 2017) (citing several cases awarding 33%). Indeed, in another oil spill case 11 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. 12 13 Sept. 20, 2022) (awarding a 32% fee and citing cases awarding up to 42% in fees). 14 The requested fee is also below a traditional contingency fee, which further 15 supports its reasonableness. Vinh Nguyen v. Radient Pharms. Corp., No. SACV 11-16 00406 DOC, 2014 WL 1802293, at *9 (C.D. Cal. May 6, 2014) (Carter, J.) 17 (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, 18 19 (1984) ("In tort suits, an attorney might receive one-third of whatever amount the 20 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.

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b. Lodestar Cross-Check

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.

1 "[W]hile the primary basis of the fee award remains the percentage method, the 2 lodestar may provide a useful perspective on the reasonableness of a given 3 percentage award." Id. "The aim is to do rough justice, not to achieve auditing 4 perfection." In re Apple Inc. Device Performance Litig., No. 18-md-2827, 2021 5 WL 1022866, at *7 (N.D. Cal. Mar. 17, 2021) (citation omitted); see also In re 6 Capacitors Antitrust Litig., No. 17-md-2801, 2018 WL 4790575, at *6 (N.D. Cal. 7 Sept. 21, 2018) (holding that a lodestar cross-check does not require "mathematical" 8 precision [or] bean-counting"). 9 In the Ninth Circuit, a multiplier ranging from 1.0 to 4.0 is considered 10 "presumptively acceptable." Dver v. Wells Fargo Bank, N.A., 303 F.R.D. 326, 334 11 (N.D. Cal. 2014); Vizcaino, 290 F.3d at 1051 n.6 (finding most multipliers range 12 from 1.0–4.0). 13 Here, the lodestar cross-check reveals that the requested fee is eminently 14 reasonable: the resulting multiplier is on the low end of the acceptable range. *First*, 15 Class Counsel devoted a substantial number of hours to this complex class action 16 case. Hazam Decl., ¶ 9. Class Counsel were careful and thorough, but also tried to 17 coordinate their efforts to gain efficiencies. *Id.* at ¶¶ 21, 25. 18 Second, Class Counsel's rates are consistent with market rates in their area. 19 Hazam Decl., ¶ 26; Larson Decl., ¶ 11; Aitken Decl., ¶¶ 11; e.g., Hefler v. Wells 20 *Fargo & Co.*, No. 16-CV-05479-JST, 2018 WL 6619983, at *14 (N.D. Cal. Dec. 21 18, 2018) (rates from \$650 to \$1,250 for partners or senior counsel, \$400 to \$650 22 for associates); In re Volkswagen "Clean Diesel" Mktg., Sales Practices, & Prod. 23 *Liab. Litig.*, No. 2672 CRB (JSC), 2017 WL 1047834, at *5 (N.D. Cal. Mar. 17, 24 2017) (billing rates ranging from \$275 to \$1600 for partners, \$150 to \$790 for 25 associates, and \$80 to \$490 for paralegals found to be reasonable); see also No. 15-26 cv-4922, Dickey v. Advanced Micro Devices, Inc., 2020 WL 870928, at *8 (N.D. 27 Cal. Feb. 21, 2020) (approving rates between \$275 and \$1,000 for attorneys); In re 28 *Lidoderm Antitrust Litig.*, No. 14-md-2521, 2018 WL 4620695, at *2 (N.D. Cal. [AM. PROP.] ORDER GRANTING ATTORNEYS' FEES,

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1 Sept. 20, 2018) (approving rates between \$300 and \$1,050). Other courts have 2 recently affirmed the rates of Interim Settlement Class Counsel. Hazam Decl., ¶ 27. 3 The resulting lodestar of \$9,554,751.73 yields a modest multiplier of 1.3 for 4 work performed to date. This multiplier is on the low end of the "presumptively" 5 acceptable range of 1.0-4.0" in this Circuit. Dyer, 303 F.R.D. at 334; see also 6 Vizcaino, 290 F.3d at 1051 n.6 (approving 3.65 multiplier); Flo & Eddie, Inc. v. 7 Sirius XM Radio, Inc., No. 13-cv-5693, 2017 WL 4685536, at *9 (C.D. Cal. May 8, 8 2017) (approving multiplier of up to 2.5); *Calhoun v. Celadon Trucking Servs.*, No. 9 16-cv-1351, 2017 WL 11631979, at *8 (C.D. Cal. Nov. 13, 2017) (multiplier of 1.3 10 is "lower than the accepted range"). And the multiplier will only decrease as 11 Interim Settlement Class Counsel continue to work on the approval and 12 implementation of this proposed Settlement. Hazam Decl., ¶ 38.

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 \$12.5
million.

18

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. Hazam Decl., ¶ 22. Combined with each

1 firm's held costs, the total costs for which Class Counsel seek reimbursement is 2 \$1,291,067.91. Hazam Decl., ¶ 38. These costs benefited the Settlement Classes and are commensurate with the stakes, complexity, novelty, and intensity of this 3 4 particular litigation. As indicated in the accompanying declarations, Interim 5 Settlement Class Counsel expended costs on the typical categories, *e.g.*, experts, 6 document management systems, mediation fees, and necessary travel, in addition to 7 soft costs attributable to the litigation. Hazam Decl., ¶ 36; Larson Decl., ¶ 17; 8 Aitken Decl., ¶ 16. While this highly technical case was expensive to prosecute, 9 "[Interim Settlement] Class Counsel had a strong incentive to keep expenses at a 10 reasonable level due to the high risk of no recovery when the fee is contingent." 11 Beesley v. Int'l Paper Co., No. 06-cv-703, 2014 WL 375432, at *3 (S.D. Ill. Jan. 31, 2014). 12

- The Court is satisfied that the costs are reasonable, and therefore GRANTS
 Plaintiffs' motion for costs in the amount of \$1,291,067.91.
- 15

C. <u>Service Awards for Class Representatives</u>

16 "Incentive awards are fairly typical in class action cases." *Rodriguez v. W.* 17 Publ'g Corp., 563 F.3d 948, 958 (9th Cir. 2009). In addition to any settlement 18 distributions they receive, the Court-appointed Class Representatives request 19 service awards of \$10,000 to compensate them for the time and effort they spent 20 pursuing this matter on behalf of their respective Classes. Courts have discretion to 21 approve service awards based on the amount of time and effort spent, the duration 22 of the litigation, and the personal benefit (or lack thereof) as a result of the 23 litigation. See, e.g., Van Vraken v. Atl. Richfield Co., 901 F. Supp. 294, 299 (N.D. 24 Cal. 1995). Each of these Class Representatives searched for and provided facts 25 used to compile the Complaints, helped Interim Settlement Class Counsel analyze 26 claims, produced substantial documents in response to significant document 27 requests, and reviewed and approved the proposed Settlement. They each have 28 submitted declarations further explaining the time and effort they expended to

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1 benefit the class. Hazam Decl., Exs. 10-26.

- 2 Service awards of this size or larger "are fairly typical in class action cases," 3 and should be approved here. See, e.g., Rodriguez v. W. Publ'g Corp., 563 F.3d 4 948, 958 (9th Cir. 2009); see also In re Wells Fargo & Co. S'holder Derivative 5 *Litig.*, 445 F. Supp. 3d 508, 534 (N.D. Cal. 2020) (granting \$25,000 service awards 6 to each institutional investor plaintiff); *In re Nat'l Collegiate Athletic Ass'n Athletic* 7 Grant-in-Aid Cap Antitrust Litig., No. 14-md-2541, 2017 WL 6040065, at *11 8 (N.D. Cal. Dec. 6, 2017), *aff'd*, 768 F. App'x 651 (9th Cir. 2019) (awarding each of 9 the four class representatives \$20,000 service awards); Garner v. State Farm Mut. 10 Auto. Ins. Co., No. 08-cv-1365, 2010 WL 1687832, at *17 n.8 (N.D. Cal. Apr. 22, 11 2010) (collecting Ninth Circuit cases with service awards of \$20,000 or higher); 12 *Boyd v. Bank of Am. Corp.*, No. SACV 13-0561-DOC, 2014 WL 6473804, at *7 13 (C.D. Cal. Nov. 18, 2014) (Carter, J.) (awarding a service award of \$15,000). 14 Moreover, a \$10,000 service award to each of the seventeen Class Representatives 15 amounts to a total payment of \$170,000, or less than .4 percent of the gross 16 Settlement amount. This is well within the range the Ninth Circuit has found 17 reasonable. Staton, 327 F.3d at 976-77. 18 Accordingly, the Court GRANTS Plaintiffs' request for service awards in the amount of \$10,000 per Plaintiff, for a total of \$170,000. 19 20 III. CONCLUSION 21 For the reasons stated above, Plaintiffs' motion for approval of attorneys' 22 fees, expenses, and incentive awards is GRANTED. Accordingly, it is HEREBY 23 ORDERED AS FOLLOWS: 24 1. Class Counsel is awarded 25 percent of the total settlement amount, or 25 \$12.5 million, in attorneys' fees and \$\$1,291,067.91 in costs. 2. 26 Each of the seventeen Class Representatives is awarded \$10,000 in 27 service awards. 28 3. The Court finds that these amounts are warranted and reasonable for [AM. PROP.] ORDER GRANTING ATTORNEYS' FEES, 2741380.2 -15-
 - EXPENSES, AND SERVICE AWARDS UNDER 23(H) CASE NO. 8:21-CV-01628-DOC(JDEX)

Case	8:21-cv-01628-DOC-JDE Document 699- #:1991	-1 Fil 12	iled 02/24/23 Page 16 of 16 Page ID
1	the reasons set forth in the moving paper	pers b	before the Court, at the Final Approval
2	Hearing, and the reasons stated in this	S Orde	er.
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5	IT IS SO ORDERED.		
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7	Dated:		
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10			Hon. David O. Carter
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