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IN THE UNITED STATES DISTRICT COURT

FOR THE CENTRAL DISTRICT OF CALIFORNIA

UNITED DESERT CHARITIES, et al.,

Plaintiffs,

VS.

SLOAN VALVE COMPANY, et al.,

Defendants

Case No. 2:12-cv-06878 SJO (SHx)

[PROPOSED] ORDER FINALLY APPROVING MODIFICATIONS OF SETTLEMENT AGREEMENT AND PLAN OF ALLOCATION

The Honorable. S. James Otero

Date: September 18, 2017

Time: 10:00 a.m. Courtroom: 10C

<u>Consolidated Cases</u>:

Berube v. Flushmate 2:13-cv-02372-SJO-SH Brettler v. Flushmate 2:13-cv-02499-SJO-SH Kubat, et al. v. Flushmate 2:13-cv-02425-SJO-SH Patel v. Flushmate 2:13-cv-02428-SJO-SH

Related Cases:

Mergens v. Sloan Valve Co. 2:16-cv-05255-SJO-SKx Dimov v. Sloan Valve Co. 1:12-cv-09700 (N.D. III)

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On September 18, 2017, the Court heard the Joint Motion for Final Approval of Modifications to the Settlement and Plan of Allocation in this consolidated action.

Previously, following a hearing on April 10, 2017 ("Conditional Approval Hearing"), this Court entered its Amended Order Conditionally Approving Modifications of Settlement Agreement and Plan of Allocation ("Amended Order") (ECF No. 164) "as being a fair, reasonable and equitable solution for allowing distribution of some of the unclaimed settlement funds remaining in the Settlement Fund Trust Account following the close of the Claims Period to the Settlement Class." "By proposing that some of those unclaimed settlement funds also be utilized to resolve the claims of the proposed settlement class in the related *Mergens v. Sloan Valve Co.* case pending before this Court (Case No. 2:16-cv-05255-SJO-SKx)," the Court also found that the proposed modifications apply "some of those settlement funds to their next highest and best use in accordance with the cy pres doctrine."

"Because the proposed modifications of the Settlement and Plan of Allocation provide many additional benefits to the Settlement Class, do not provide for a lesser recovery to the Settlement Class than was available under the original Settlement, and do not bargain away rights to enforce portions of that agreement," this Court also found there is "no requirement that supplemental notice be provided to the Settlement Class or that Settlement Class Members be afforded the opportunity to be heard on the proposed modifications under Rule 23(e) of the Federal Rules of Civil Procedure prior to their adoption."

Nevertheless, upon the parties' request, the Court's Amended Order also approved, as to form and content, notice of the proposed modifications of the Settlement and Plan of Allocation to the Settlement Class, found that the proposed Notice Plan was fair, reasonable and adequate, and ordered that all costs associated with the Notice Plan be paid from the Settlement Fund Trust Account.

The Court has now considered the Notice of Motion and Joint Motion for Final Approval of Modifications of Settlement Agreement and Plan of Allocation, and the Case No. 2:12-cy-06878 SJO (SHx)

Declarations of Arnold Rodio, Shannon Wheatman, David M. Birka-White and Steven H. Frankel filed concurrently therewith. In addition, the Court has considered the previously-filed Joint Motion for Conditional Approval of Modifications of Settlement Agreement and Plan of Allocation (ECF No. 154), the accompanying Special Master's Report and Recommendation (ECF No. 154-5) and the Declarations of David M. Birka White (ECF No. 154-1), Steven H. Frankel (ECF No. 154-2), Michael Gembarski (ECF No. 154-3), Arnold Rodio (ECF No. 154-4), Shannon Wheatman (ECF No. 154-6) and

William M. Audet (ECF No. 161), and argument of counsel.

Based upon the foregoing and being otherwise fully advised in the premises, the Court HEREBY ORDERS, ADJUDGES, and DECREES as follows:

- 1. This Order finally approves the modifications of the Settlement Agreement and Plan of Allocation and incorporates and makes a part hereof the Court's findings and conclusions in the Amended Order. All capitalized terms in this Order shall have the same meanings as in the Settlement and in the modifications, unless separately defined herein.
- 2. This Court has jurisdiction over the subject matter and parties pursuant to 28 U.S.C. §1332(d)(2) and 28 U.S.C. §1453. This jurisdiction includes, without limitation, jurisdiction to shape equitable decrees for distributing unclaimed class action settlement funds.
- 3. All conditional findings and conclusions in the Court's Amended Order are hereby made final. This Court finds that the proposed modifications of the Settlement Agreement and Plan of Allocation are a fair, reasonable and equitable solution for allowing distribution of some of the unclaimed settlement funds remaining in the Settlement Fund Trust Account following the close of the Claims Period to the Settlement Class by extending the Claims Period. In recognition of their service, the Incentive Awards to each Class Representative are increased from \$1,000 to \$5,000, and are to be paid from the Settlement Fund Trust Account within ten (10) days following the Effective Date of this Order.

- 4. In addition, by proposing that some of those unclaimed settlement funds also be utilized to resolve the claims of the proposed settlement class in the related *Mergens v. Sloan Valve Co.* case pending before this Court (Case No. 2:16-cv-05255-SJO-SKx), the proposed modifications apply some of those settlement funds to their next highest and best use in accordance with the *cy pres* doctrine.
- 5. The Court has been informed that no comments to the proposed modifications have been submitted in accordance with the requirements of the Class Notices and the Amended Order. The Court has evaluated this overall reaction of the Class to the modifications and finds that the overall acceptance of the modifications by Class members supports the Court's conclusion that the modifications are in all respects fair, reasonable, adequate, and in the best interests of the Class.
- 6. Based upon the foregoing, the Court hereby finally approves the modifications to the Settlement and the Plan of Allocation as set forth in Exhibits A and B to the Declaration of David M. Birka White In Support of Joint Motion for Final Approval of Modifications of Settlement and Plan of Allocation.
- 7. The parties and the Claims Administrator are directed to implement the modifications to the Settlement and the Plan of Allocations according to their terms and conditions. The Claims Administrator is directed to begin processing all validly filed claims in accordance with the modifications to the Settlement and the Plan of Allocation.

IT IS SO ORDERED.

Dated: 09/18/2017

THE HONORABLE S. JAMES OTERO UNITED STATES DISTRICT JUDGE