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**UNITED STATES DISTRICT COURT  
CENTRAL DISTRICT OF CALIFORNIA**

**LESLEY CONTI *et al.*, on behalf of  
herself and all others similarly situated,**

**Plaintiffs,**

**v.**

**AMERICAN HONDA MOTOR CO.,  
INC.,**

**Defendant.**

**Case No.: CV 19-02160-CJC(GJSx)**

**ORDER GRANTING PLAINTIFFS’  
UNOPPOSED MOTION FOR  
PRELIMINARY APPROVAL OF  
CLASS ACTION SETTLEMENT  
[Dkt. 71]**

**I. INTRODUCTION & BACKGROUND**

Plaintiffs bring this putative class action against Defendant American Honda Motor Co., Inc., alleging a variety of claims related to purported defects in the

1 “infotainment” systems of their Honda Odyssey, Honda Pilot, and Honda Passport  
2 vehicles. (Dkt. 50 [Second Amended Complaint, hereinafter “SAC”].)

3  
4 The infotainment system consists of multiple LCD screens and at least one touch  
5 screen. (*Id.* ¶ 3.) It controls the vehicles’ safety, navigation, communications,  
6 entertainment, and climate control features. (*Id.* ¶ 5.) Plaintiffs generally allege that  
7 their vehicles’ infotainment systems frequently freeze and crash. (*Id.* ¶¶ 6–7.) Because  
8 the infotainment system controls so many features, these malfunctions cause “a wide  
9 range of problems.” (*Id.* ¶ 308.) Plaintiffs allege that Defendant knew about these  
10 defects before the vehicles were sold and fraudulently concealed or misrepresented these  
11 defects. (*Id.* ¶¶ 8–10.) Plaintiffs further allege that Defendant has failed to remedy the  
12 defects as required by its written warranties. (*Id.*)

13  
14 Plaintiffs are individuals who purchased or leased a 2018 or 2019 Honda Odyssey,  
15 2019 Honda Pilot, or 2019 Honda Passport vehicle (the “class vehicles”). (*Id.* ¶ 1.)  
16 Plaintiffs made their purchases in nineteen different states: Alabama, Arizona, Colorado,  
17 Connecticut, Florida, Georgia, Illinois, Kansas, Kentucky, Maryland, Massachusetts,  
18 Missouri, Ohio, Oklahoma, South Carolina, Tennessee, Texas, Virginia, and Washington.  
19 (*See generally id.*) Plaintiffs bring their claims on behalf of a nationwide class and  
20 nineteen state-specific subclasses, representing the nineteen states where Plaintiffs  
21 purchased their vehicles. (*Id.* ¶ 328.) The nationwide class asserts claims for breach of  
22 both express warranty and implied warranty under the Magnuson Moss Warranty Act, 15  
23 U.S.C. §§ 2301, *et seq.* (*Id.* ¶¶ 337–71.) The state subclasses generally assert claims for  
24 (1) breach of express warranty, (2) breach of implied warranty, and (3) violations of a  
25 state consumer protection statute. (*See id.* ¶¶ 372–1006.)

26  
27 Plaintiffs filed this action on March 22, 2019. (Dkt. 1.) Defendant moved to  
28 dismiss Plaintiffs’ original complaint and Plaintiffs filed a first amended complaint in

1 response. (Dkt. 7.) Defendant then filed a motion to dismiss Plaintiffs’ first amended  
2 complaint, which the Court granted in part. (Dkt. 49.) Plaintiffs filed the operative  
3 Second Amended Complaint on November 4, 2019. (SAC.)  
4

5 On July 11, 2019, a separate, related case concerning infotainment system defects  
6 in Honda and Acura vehicles was filed before Judge Klausner. *See Banh v. American*  
7 *Honda Motor Co.*, C.D. Cal. No. 2:19-cv-05984. While discovery was ongoing in both  
8 cases, the parties conducted formal mediation sessions before the Honorable Dickran M.  
9 Tevrizian (Ret.) on February 25, March 24, September 3, and October 1, 2020. (Dkt. 71-  
10 1 [Declaration of Sean Matt, hereinafter “Matt Decl.”] ¶ 11; Matt Decl. Ex. A  
11 [Declaration of Hon. Dickran Tevrizian (Ret.), hereinafter “Tevrizian Decl.”] ¶¶ 5–6.) In  
12 October, following the conclusion of discovery in *Banh*, the parties entered into a  
13 settlement agreement in this case (the “Settlement”). (*Id.*; Matt Decl. Ex. 2 [Settlement].)  
14 The Settlement requires Defendant to provide Plaintiffs with several benefits including a  
15 warranty extension, an Infotainment System Online Resource, the Dealership Assistance  
16 and Assessment Program, which will train Defendant’s technicians to make repairs for  
17 known defects, and Defendant’s contractual commitment to work in good faith to  
18 improve the performance of the infotainment system and support the class vehicles  
19 throughout the extended warranty period. (*See* Settlement ¶¶ 3.2–3.28.) Now before the  
20 Court is Plaintiffs’ unopposed motion for preliminary approval of the Settlement. (Dkt.  
21 71 [hereinafter, “Mot.”].) For the following reasons, Plaintiffs’ motion is **GRANTED**.<sup>1</sup>  
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23 //

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27  
28 <sup>1</sup> Having read and considered the papers presented by the parties, the Court finds this matter appropriate  
for disposition without a hearing. *See* Fed. R. Civ. P. 78; Local Rule 7-15. Accordingly, the hearing set  
for June 14, 2021 at 1:30 p.m. is hereby vacated and off calendar.

## 1 II. DISCUSSION

2  
3 To determine whether preliminary approval of a settlement agreement is  
4 appropriate, the Court reviews (1) the requirements for class certification, (2) the fairness  
5 of the proposed settlement, (3) the attorneys' fees and incentive awards requested, (4) the  
6 request for appointment of a settlement administrator, and (5) issues relating to notice of  
7 the proposed settlement.

### 8 9 A. Class Certification Requirements

10  
11 Pursuant to Federal Rule of Civil Procedure 23, Plaintiffs seek provisional  
12 certification of a class for settlement purposes only. The proposed settlement class is  
13 defined to include "all persons and entities nationwide that purchased or leased a model  
14 year 2018 Honda Odyssey, 2019 Honda Odyssey, 2019 Honda Pilot, or 2019 Honda  
15 Passport vehicle." (SAC ¶ 328.)<sup>2</sup> When a plaintiff seeks conditional class certification  
16 for purposes of settlement, the Court must ensure that the four requirements of Federal  
17 Rule of Civil Procedure 23(a) and at least one of the requirements of Rule 23(b) are met.  
18 *Amchem Prods., Inc. v. Windsor*, 521 U.S. 591, 620 (1997); *Staton v. Boeing Co.*, 327  
19 F.3d 938, 952–53 (9th Cir. 2003). Under Rule 23(a), the plaintiff must show the class is  
20 sufficiently numerous, that there are questions of law or fact common to the class, that  
21 the claims or defenses of the representative parties are typical of those of the class, and  
22 that the representative parties will fairly and adequately protect the class's interests.  
23 Under Rule 23(b), the plaintiff must show that the action falls within one of the three  
24 authorized "types" of classes. Here, Plaintiffs seek certification pursuant to Rule  
25 23(b)(3). Rule 23(b)(3) allows certification where (1) questions of law or fact common  
26 to the members of the class predominate over any questions affecting only individual  
27

28  

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<sup>2</sup> Plaintiffs' SAC also included 19 subclasses for each state where Plaintiffs purchased their vehicles.

1 members, and (2) a class action is superior to other available methods for the fair and  
2 efficient adjudication of the controversy.

3  
4 **1. Rule 23(a) Requirements**

5  
6 **a. Numerosity**

7  
8 Rule 23(a)(1) requires that “the class is so numerous that joinder of all members is  
9 impracticable.” “No exact numerical cut-off is required; rather, the specific facts of each  
10 case must be considered.” *In re Cooper Cos. Inc. Sec. Litig.*, 254 F.R.D. 628, 634 (C.D.  
11 Cal. 2009) (citing *Gen. Tel. Co. of Nw., Inc. v. E.E.O.C.*, 446 U.S. 318, 330 (1980)). “As  
12 a general matter, courts have found that numerosity is satisfied when class size exceeds  
13 40 members.” *Moore v. Ulta Salon, Cosmetics & Fragrance, Inc.*, 311 F.R.D. 590, 602–  
14 03 (C.D. Cal. 2015); see *Tait v. BSH Home Appliances Corp.*, 289 F.R.D. 466, 473–74  
15 (C.D. Cal. 2012). Here, while the exact number of class members is unknown to the  
16 parties, numerosity is satisfied because Defendant sold or leased approximately 450,000  
17 class vehicles across the United States. (Mot. at 15.)

18  
19 **b. Commonality**

20  
21 Rule 23(a)(2) requires that “there are questions of law or fact common to the  
22 class.” The plaintiff must “demonstrate that the class members ‘have suffered the same  
23 injury,’” which “does not mean merely that they have all suffered a violation of the same  
24 provision of law.” *Wal-Mart Stores, Inc. v. Dukes*, 564 U.S. 338, 350 (2011) (quoting  
25 *Gen. Tel. Co. of Sw. v. Falcon*, 457 U.S. 147, 157 (1982)). Rather, the plaintiff’s claim  
26 must depend on a “common contention” that is capable of class-wide resolution. *Id.*  
27 This means “that determination of its truth or falsity will resolve an issue that is central to  
28 the validity of each one of the claims in one stroke.” *Id.*

1 Plaintiffs allege that Defendant’s class vehicles contain defective infotainment  
2 systems and that Defendant failed to both disclose the defect to consumers and properly  
3 remedy the defect. (*See* SAC ¶¶ 3–10.) Resolution of the class’s claims therefore  
4 presents common questions including (1) whether Defendant’s infotainment systems  
5 were defective, (2) whether Defendant knew about the defect, (3) whether Defendant  
6 concealed the defect, and (4) whether the defect was covered by Defendant’s express or  
7 implied warranties. (*See id.* ¶ 332.) Those questions are central to each class member’s  
8 claims and their resolution will help determine, “in one stroke,” whether Defendant  
9 violated the law. *See Falcon*, 457 U.S. at 157.

### 10 11 **c. Typicality**

12  
13 Rule 23(a)(3) requires that the “claims or defenses of the representative parties are  
14 typical of the claims or defenses of the class.” Representative claims are “typical” if they  
15 are “reasonably coextensive with those of the absent class members; they need not be  
16 substantially identical.” *Hanlon v. Chrysler Corp.*, 150 F.3d 1011, 1020 (9th Cir. 1998).  
17 Here, Plaintiffs allege that, like every other class member, they purchased or leased class  
18 vehicles with defective infotainment systems. (*See* SAC ¶¶ 14–291.) Accordingly,  
19 Plaintiffs’ claims are “reasonably coextensive” with those of the class. *See Hanlon*, 150  
20 F.3d at 1020.

### 21 22 **d. Adequacy**

23  
24 Rule 23(a)(4) requires that “the representative parties will fairly and adequately  
25 protect the interests of the class.” This factor requires (1) a lack of conflicts of interest  
26 between the proposed class and the proposed representative plaintiffs, and  
27 (2) representation by qualified and competent counsel that will prosecute the action  
28 vigorously on behalf of the class. *Staton*, 327 F.3d at 957. The concern in the context of

1 a class action settlement is that there is no collusion between the defendant, class counsel,  
2 and class representatives to pursue their own interests at the expense of the interests of  
3 the class. *Id.* at 958 n.12.

4  
5 There is no evidence of a conflict of interest between Plaintiffs and the class.  
6 Plaintiffs' claims are identical to those of the class and they have every incentive to  
7 vigorously pursue those claims. Nor is there any evidence that Plaintiffs' counsel will  
8 not adequately represent or protect the interests of the class. Plaintiffs' attorneys, Steve  
9 Berman, Sean Matt, and Christopher Pitoun of Hagens Berman Sobol Shapiro LLP and  
10 Jeffery Goldenberg of Goldenberg Schneider, LPA, have extensive experience litigating  
11 complex matters, including automobile class actions. (*See* Mot. at 17.) The record  
12 indicates that counsel have represented the class capably and adequately. For example,  
13 counsel reviewed thousands of documents, including Defendant's email correspondence,  
14 company procedures, and corporate documentation. (Matt Decl. ¶ 5.) They have also  
15 taken the depositions of multiple witnesses, including experts, and hired their own  
16 experts who issued reports. (*Id.*) Judge Tevrizian, who acted as mediator, stated that  
17 "the level of advocacy for all parties . . . was exceptionally informed, ethical, and  
18 effective." (Tevrizian Decl. ¶ 7.)

## 19 20 **2. Rule 23(b) Requirements**

21  
22 In addition to the requirements of Rule 23(a), Plaintiffs must satisfy the  
23 requirements of Rule 23(b) to show that the action falls within one of the three authorized  
24 "types" of classes. Here, Plaintiffs seek certification under Rule 23(b)(3). Rule 23(b)(3)  
25 allows certification where (1) questions of law or fact common to the members of the  
26 class predominate over any questions affecting only individual members and (2) a class  
27 action is superior to other available methods for the fair and efficient adjudication of the  
28 controversy.

1                   **a.     Predominance**

2  
3           Although the predominance requirement overlaps with Rule 23(a)(2)'s  
4 commonality requirement, it is a more demanding inquiry. *Hanlon*, 150 F.3d at 1019.  
5 The “main concern in the predominance inquiry . . . [is] the balance between individual  
6 and common issues.” *In re Wells Fargo Home Mortg. Overtime Pay Litig.*, 571 F.3d  
7 953, 959 (9th Cir. 2009). The plaintiff must show that “questions common to the class  
8 predominate, not that those questions will be answered, on the merits, in favor of the  
9 class.” *Amgen Inc. v. Conn. Ret. Plans & Tr. Funds*, 568 U.S. 455, 459 (2013).

10  
11           Plaintiffs have shown that questions common to the class predominate over any  
12 questions affecting only individual members. The central questions in this case include  
13 (1) whether Defendant’s infotainment systems were defective, (2) whether Defendant  
14 knew about the defect, (3) whether Defendant concealed the defect, and (4) whether the  
15 defect was covered by Defendant’s express or implied warranties. These questions can  
16 be resolved using common evidence regarding Defendant’s infotainment systems as well  
17 as Defendant’s knowledge and representations concerning their infotainment systems.

18  
19                   **b.     Superiority**

20  
21           Class actions certified under Rule 23(b)(3) must also be “superior to other  
22 available methods for fairly and efficiently adjudicating the controversy.” Fed. R. Civ.  
23 P. 23(b)(3). Courts consider four nonexclusive factors in evaluating whether a class  
24 action is the superior method for adjudicating a plaintiff’s claims: (1) the interest of each  
25 class member in individually controlling the prosecution or defense of separate actions,  
26 (2) the extent and nature of any litigation concerning the controversy already commenced  
27 by or against the class, (3) the desirability of concentrating the litigation of the claims in  
28



1 the particular forum, and (4) the difficulties likely to be encountered in the management  
2 of a class action. *Id.*

3  
4 The Court finds that proceeding as a class is superior to other methods of resolving  
5 this case. A class action may be superior “[w]here classwide litigation of common issues  
6 will reduce litigation costs and promote greater efficiency.” *Valentino v. Carter-Wallace,*  
7 *Inc.*, 97 F.3d 1227, 1234 (9th Cir. 1996). A class action may also be superior when “no  
8 realistic alternative” to a class action exists. *Id.* at 1234–35. Here, given the common  
9 issues presented by all class members, adjudicating these claims on an individual basis  
10 for thousands, if not tens of thousands, of potential plaintiffs would be not only  
11 inefficient, but also unrealistic. Additionally, although the Court foresees no  
12 management problems from litigating this dispute as a class action, the Supreme Court  
13 has held that a district court “need not inquire whether the case, if tried, would present  
14 intractable management problems” in a “settlement-only class certification.” *Amchem*,  
15 521 U.S. at 620. Accordingly, Plaintiffs’ proposed class is appropriate for provisional  
16 certification under Rules 23(a) and 23(b)(3).

## 17 18 **B. Fairness of the Proposed Settlement**

19  
20 A proposed class action settlement must also meet the requirements of Rule 23(e),  
21 which requires a proposed settlement to be “fair, reasonable, and accurate.” Fed R. Civ.  
22 P. 23(e)(2). To make this determination, courts must consider whether “(A) the class  
23 representatives and class counsel have adequately represented the class[,] (B) the  
24 proposal was negotiated at arm’s length[,] (C) the relief provided for the class is  
25 adequate[,] and (D) the proposal treats class members equitably relative to each other.”  
26 *Id.* 23(e)(2)(A–D). In determining whether the class’s relief is “adequate,” courts must  
27 analyze “(i) the costs, risks, and delay of trial and appeal; (ii) the effectiveness of any  
28 proposed method of distributing relief to the class, including the method of processing

1 class-member claims; (iii) the terms of any proposed award of attorney’s fees, including  
 2 timing of payment; and (iv) any agreement required to be identified under Rule 23(e)(3).”  
 3 *Id.* 23(e)(2)(C).<sup>3</sup>

4  
 5 When, as in this case, “a settlement agreement is negotiated *prior* to formal class  
 6 certification,” the settlement “must withstand an even higher level of scrutiny for  
 7 evidence of collusion or other conflicts of interest than is ordinarily required under Rule  
 8 23(e) before securing the court’s approval as fair.” *In re Bluetooth Headset Prod. Liab.*  
 9 *Litig.*, 654 F.3d 935, 946 (9th Cir. 2011). Courts must be wary of “subtle signs” of  
 10 collusion which include “(1) when counsel receive[s] a disproportionate distribution of  
 11 the settlement; (2) when the parties negotiate a ‘clear sailing arrangement,’ under which  
 12 the defendant agrees not to challenge a request for an agreed-upon attorney’s fee; and (3)  
 13 when the agreement contains a ‘kicker’ or ‘reverter’ clause that returns unawarded fees to  
 14 the defendant, rather than the class.” *Briseno*, 2021 WL 2197968, at \*6 (9th Cir. June 1,  
 15 2021). Even though there is a higher risk of collusion in settlements reached before  
 16 formal class certification, “courts should [not] unnecessarily meddle in class settlements  
 17 negotiated by the parties. *Briseno v. Henderson*, 2021 WL 2197968, at \*9 (9th Cir. June  
 18 1, 2021); *Staton v. Boeing Co.*, 327 F.3d 938, 952 (9th Cir. 2003) (“Judicial review []  
 19 takes place in the shadow of the reality that rejection of a settlement creates not only  
 20 delay but also a state of uncertainty on all sides, with whatever gains were potentially  
 21 achieved for the putative class put at risk.”).

22  
 23  
 24 <sup>3</sup> Before Congress codified these factors in 2018, the Ninth Circuit instructed district courts to apply the  
 25 following factors in determining whether a settlement agreement was fair, reasonable, and accurate: “[1]  
 26 the strength of plaintiffs’ case; [2] the risk, expense, complexity, and likely duration of further litigation;  
 27 [3] the risk of maintaining class action status throughout the trial; [4] the amount offered in settlement;  
 28 [5] the extent of discovery completed, and the stage of the proceedings; [6] the experience and views of  
 counsel; [7] the presence of a governmental participant; and [8] the reaction of the class members to the  
 proposed settlement.” *Roes, I-2 v. SFBSC Mgmt., LLC*, 944 F.3d 1035, 1048 (9th Cir. 2019); *Staton v.*  
*Boeing Co.*, 327 F.3d 938, 959 (9th Cir. 2003). The Court still considers these factors to the extent that  
 they shed light on the inquiry mandated by Rule 23(e).

## 1                   **1.     Adequacy of Class Representatives and Counsel**

2  
3           As stated in the Court’s analysis of the Rule 23(a) factors, the class representatives  
4 and class counsel have adequately represented the class. There is no evidence of a  
5 conflict of interest between Plaintiffs and the class. Plaintiffs’ claims are identical to  
6 those of the class and they have every incentive to vigorously pursue those claims. Nor is  
7 there any evidence that Plaintiffs’ counsel will not adequately represent or protect the  
8 interests of the class. Plaintiffs’ attorneys—Steve Berman, Sean Matt, and Christopher  
9 Pitoun of Hagens Berman Sobol Shapiro LLP and Jeffery Goldenberg of Goldenberg  
10 Schneider, LPA—have extensive experience litigating complex matters, including  
11 automobile class actions. (*See* Mot. at 17.) The record indicates that counsel have  
12 represented the class capably and adequately. For example, counsel reviewed thousands  
13 of documents, including Defendant’s email correspondence, company procedures, and  
14 corporate documentation. (Matt Decl. ¶ 5.) They have also taken the depositions of  
15 multiple witnesses, including experts, and hired their own experts who issued reports.  
16 (*Id.*) Judge Tevrizian, who acted as mediator, stated that “the level of advocacy for all  
17 parties . . . was exceptionally informed, ethical, and effective.” (Tevrizian Decl. ¶ 7.)

## 18 19                   **2.     Arm’s Length Negotiation**

20  
21           Again, the Court has found no evidence of collusion during the parties’ settlement  
22 negotiations. Although the “mere presence of a neutral mediator” does not definitively  
23 show a lack of collusion, the mediator in this case was Judge Tevrizian, a retired and  
24 highly respected judge of this District who expressly commended the parties’ adversarial  
25 negotiation. *In re Bluetooth Headset Prod. Liab. Litig.*, 654 F.3d 935, 948 (9th Cir.  
26 2011) (noting that “the presence of a governmental participant” weighs in favor of a  
27 fairness finding). Indeed, he stated that the parties “engaged in extensive adversarial  
28 negotiations over a multitude of issues,” which were “lengthy, principled, exhaustive,

1 informed, and sometimes contentious.” (Tevrizian Decl. ¶¶ 7–9 [“In my opinion, the  
2 outcome of these mediated negotiations is the result of a fair, thorough, and fully-  
3 informed, arms-length process between highly capable, experienced, and informed parties  
4 and counsel.”].)

### 5 6 **3. Adequacy of Relief for the Class**

7  
8 In determining whether the class’s relief is “adequate,” courts must consider  
9 “(i) the costs, risks, and delay of trial and appeal; (ii) the effectiveness of any proposed  
10 method of distributing relief to the class, including the method of processing class-  
11 member claims; (iii) the terms of any proposed award of attorney’s fees, including timing  
12 of payment; and (iv) any agreement required to be identified under Rule 23(e)(3).” *Id.*  
13 23(e)(2)(C). The Court finds the proposed relief to be adequate.

#### 14 15 **a. Effectiveness of Relief and Risks of Trial**

16  
17 Each class member will receive a meaningful benefit as a result of the Settlement.  
18 Although the Settlement does not necessarily award monetary compensation to each class  
19 member, Defendant is obligated to implement programs designed to actually repair the  
20 class members’ defective infotainment systems. First, Defendant will provide an  
21 extended warranty covering infotainment system issues for all class members, which will  
22 last two years or 24,000 miles (whichever occurs first). (Settlement ¶ 3.8.) Any class  
23 member who incurs out-of-pocket expenses because their original warranty expired prior  
24 to the effective date of the extended warranty will be reimbursed for their expense. (*Id.*)  
25 Second, Defendant will create an Infotainment System Online Resource, which is a  
26 website that offers potential solutions to common issues with the infotainment systems.  
27 (*Id.* ¶ 3.2.) Third, Defendant will implement the Dealership Assistance and Assessment  
28 Program, which will train Defendant’s technicians to diagnose and fix common recurring

1 problems with the infotainment systems. (*Id.* ¶ 3.6.) Fourth, class members who made  
2 multiple unsuccessful dealership visits to repair their infotainment systems prior to the  
3 notice of settlement will be eligible for benefits such as two years of free HondaLink  
4 Security (an \$89 value per year) or one year of free Sirius XM Select (a \$204 value per  
5 year). (*Id.* ¶¶ 3.16–17.) Finally, class members will be entitled to reimbursement of  
6 costs directly resulting from multiple unsuccessful repairs if these costs relate to (1) the  
7 cost of recharging a battery drained by a defective infotainment system or  
8 (2) transportation costs to return to a dealership for multiple repairs. (*Id.* ¶ 3.25.)  
9 Defendant has provided proposed claim forms that class members will submit to receive  
10 these benefits. (Dkts. 71-6, 71-7.)

11  
12 The Court finds that these benefits present a fair compromise in light of the risks  
13 and expense of continued litigation. Litigation had reached a stage where the parties had  
14 a clear view of the strengths and weaknesses of their positions given that Defendant had  
15 already filed two motions to dismiss and the Court ruled on the second motion to dismiss  
16 Plaintiffs’ FAC—granting it with respect to several claims. The parties also had the  
17 benefit of significant discovery, which included documents produced and depositions  
18 taken in this case as well as in *Banh*. See *Banh*, C.D. Cal. No. 2:19-cv-05984. And the  
19 parties attended multiple mediation sessions with Judge Tevrizian. (Tevrizian Decl. ¶ 9.)  
20 With that information, the parties were able to realistically value Defendant’s liability  
21 and assess the risk of moving forward with class certification, motion practice, and trial.  
22 It is uncertain whether Plaintiffs could have achieved a better result at trial, but any result  
23 obtained at trial would have taken significantly longer and there is a risk that Plaintiffs  
24 could have received much less.

25  
26 **b. Attorneys’ Fees**  
27  
28

1 The Court must consider “the terms of any proposed award of attorney’s fees” in  
 2 determining whether the class’s relief is adequate. Fed. R. Civ. P. 23(3)(2). When  
 3 evaluating the fairness of an attorneys’ fees award, courts should consider the “subtle  
 4 signs” of collusion, which include “(1) when counsel receive[s] a disproportionate  
 5 distribution of the settlement; (2) when the parties negotiate a ‘clear sailing arrangement,’  
 6 under which the defendant agrees not to challenge a request for an agreed-upon  
 7 attorney’s fee; and (3) when the agreement contains a ‘kicker’ or ‘reverter’ clause that  
 8 returns unawarded fees to the defendant, rather than the class.” *Briseno*, 2021 WL  
 9 2197968, at \*6 (“[S]ettlement agreements warrant special attention when the record  
 10 suggests that settlement is driven by fees.”).

11  
 12 First, because Defendant has only agreed to pay “reasonable” attorneys’ fees and  
 13 the parties have not yet indicated the exact amount to be awarded, the Court lacks  
 14 sufficient information to determine whether the award is “disproportionate” at this time.  
 15 *See In re Bluetooth*, 654 F.3d at 942 (noting that ordinarily “25% of the fund [i]s the  
 16 ‘benchmark’ for a reasonable fee award”).<sup>4</sup> However, based on the terms of the  
 17 Settlement, there is no indication that the parties have agreed to a fee arrangement that  
 18 would “reduce compensation for class members in exchange for a larger fee” for counsel.  
 19 *Briseno*, 2021 WL 2197968, at \*7; *see In re: Volkswagen “Clean Diesel” Mktg., Sales*  
 20 *Pracs., & Prod. Liab. Litig.*, 2016 WL 6248426, at \*23 (N.D. Cal. Oct. 25, 2016) (stating  
 21 that “Rule 23(h) does not require Class Counsel to seek attorneys’ fees at the final  
 22 approval stage” and noting that this type of arrangement is less concerning when “fees  
 23

24  
 25 <sup>4</sup> Regardless of whether attorneys’ fees come from a common fund or are otherwise paid, the Ninth  
 26 Circuit has stated that district courts “should review the settlement structure to determine whether to  
 27 apply common fund principles to its 23(e) inquiry.” *Briseno*, 2021 WL 2197968, at \*5. Even when fees  
 28 and the class settlement are “technically funded separately, the class recovery and the agreement on  
 attorneys’ fees should be viewed as a ‘package deal.’” *In re Bluetooth*, 654 F.3d at 948–49. That said,  
 district courts are not required to treat the “package” as a “constructive common fund for purposes of  
 analyzing the reasonableness of the fee award.” *Id.* at 949. But “assessment of the settlement’s overall  
 reasonableness must take into account the defendant’s overall willingness to pay.” *Id.*

1 will not diminish the benefits awarded to Class Members under the Settlement”). For  
2 example, the Settlement expressly contemplates that fee negotiations will be conducted in  
3 an adversarial manner. It states that “[i]f the parties are unable to reach agreement  
4 informally, . . . [they] will apply to the Court” for an order awarding fees, which  
5 Defendant “may oppose.” (Settlement ¶ 5.3.) Moreover, regarding the second “subtle  
6 sign” of collusion, the Settlement does not contain a “clear sailing” arrangement stating  
7 that Defendant will not object to certain fee requests by class counsel. To the contrary, as  
8 stated above, the Settlement expressly provides that Defendant “may oppose” any  
9 application for fees that Plaintiffs file in this Court. (*Id.*) Finally, the Settlement does not  
10 contain a reverter provision that would return any unawarded fees to Defendant. (*See id.*  
11 ¶¶ 5.3–5.7.) Thus, at the preliminary approval stage, the Court finds that Defendant’s  
12 agreement to pay “reasonable” fees does not cause any unfairness to the Class. The  
13 Court will expect more detailed evidence regarding the requested fee award at the final  
14 approval stage.

### 15 16 **c. Named Plaintiff Incentive Awards**

17  
18 Similar to attorneys’ fees, Defendant has agreed to pay a “reasonable” incentive  
19 award to the named Plaintiffs, but the parties have not yet agreed on an exact amount. As  
20 with attorneys’ fees, there is no indication that these awards will be disproportionate to  
21 the benefits received by the class. *See Roes, I-2*, 944 F.3d at 1049. Incentive awards in  
22 this district typically range from \$3,000 to \$5,000. *See In re Toys R Us-Del., Inc.-Fair &*  
23 *Accurate Credit Transactions Act Litig.*, 295 F.R.D. 438, 470 (C.D. Cal. 2014)  
24 (collecting cases). Again, at this stage, the Court finds that Defendant’s agreement to pay  
25 “reasonable” incentive awards does not contribute to any unfairness to the Class. The  
26 Court will expect more detailed evidence regarding the requested fee award at the final  
27  
28



1 approval stage, and if the award falls outside of the typical range, the Court will expect  
2 such a deviation to be supported by substantial justification.<sup>5</sup>

3 In sum, based on the Rule 23(e)(2) factors, the Court preliminarily concludes that  
4 the Settlement is “fair, reasonable, and accurate.” In the absence of any red flags of  
5 potential collusion, the Court declines to “unnecessarily meddle” in the Settlement  
6 negotiated by the parties. *Briseno*, 2021 WL 2197968, at \*9 (9th Cir. June 1, 2021)  
7 (noting that courts have no “duty to maximize the settlement fund for class members”).  
8

### 9 C. Notice of the Proposed Settlement

10  
11 Plaintiffs also seek approval of the proposed manner and form of the notice that  
12 will be sent to the class members. For Rule 23(b)(3) classes, courts “must direct to class  
13 members the best notice that is practicable under the circumstances, including individual  
14 notice to all members who can be identified through reasonable effort.” Fed. R. Civ.  
15 P. 23(c)(2)(B).  
16

17 The Court finds that the proposed manner of notice is adequate. Plaintiffs propose  
18 a notice protocol centering on direct mail and email. Following preliminary approval,  
19 Defendant will mail notice and claim forms to each person on the class list and send the  
20 same materials by email if an email address is available. (Mot. at 19.) Defendant will  
21 then develop processes for handling improperly addressed mail through use of the  
22 National Change of Address Database. (*Id.*) The mailings sent to persons on the class  
23 list will identify the infotainment systems that are the subject of the Settlement, explain  
24 the issues, describe the class benefits and how to obtain them, and direct class members  
25 to the settlement website for more information. (*Id.* at 19–20.)  
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28 <sup>5</sup> The Court similarly finds no indication that the Settlement treats class members inequitably in relation to each other. *See* Fed. R. Civ. P. 23(e)(2)(D).



1           The form of notice must also meet the requirements of Rule 23(c)(2)(B), which  
2 requires that notice to class members “clearly and concisely state, in plain, easily  
3 understood language (i) the nature of the action; (ii) the definition of the class certified;  
4 (iii) the class claims, issues or defenses; (iv) that the class member may enter an  
5 appearance through an attorney if the member so desires; (v) that the court will exclude  
6 from the class any member who requests exclusion; (vi) the time and manner for  
7 requesting exclusion; and (vii) the binding effect of a class judgment on members under  
8 Rule 23(c)(3).” Fed. R. Civ. P. 23(c)(2)(B). The parties proposed notice form meets  
9 each of these requirements. (Dkt. 71-5 [Proposed Notice].)

10

11           **D. Settlement Administrator**

12

13           Finally, the parties have jointly agreed to use Defendant American Honda Motor  
14 Co. as the settlement administrator. Because Defendant is managing the benefits  
15 conferred upon the class, such as the extended warranty program, the Court finds that  
16 Defendant is best positioned to act as settlement administrator. *See Roseman v. BGASC,*  
17 *LLC*, 2015 WL 13752886, at \*7 (C.D. Cal. Oct. 1, 2015) (allowing the defendant to serve  
18 as settlement administrator). Accordingly, the Court appoints Defendant as settlement  
19 administrator.

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5 **III. CONCLUSION**

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7 For the foregoing reasons, the Court **GRANTS** provisional certification of the  
 8 class for settlement purposes and **GRANTS** preliminary approval of the Settlement. The  
 9 Court hereby **APPOINTS** Plaintiffs Lesley Conti, Tom Conti, Brandi Bishop, Brigid  
 10 Hirth, Michael Hirth, Mark Ankrom, Heidi Phan, Peter Phan, Anthony Rossomando,  
 11 Laura Mohr, Larry Simkin, Harmeet Gill, Yazeed Issa, Ashley Pfeifer, William D.  
 12 Lampton, Jacob Szajowitz, Michaela Hetzler, Michelle Beckwith, Ross Conley,  
 13 Stephanie Conley, Emily Darr, Pamela Turberville, Smruti Patel, Ann Morgan, and Julie  
 14 Pereira as Class Representatives, Hagens Berman Sobol Shapiro, LLP and Goldenberg  
 15 Schneider, LPA as Class Counsel, and Defendant as settlement administrator. The final  
 16 approval hearing will be held on **Monday, September 20, 2021, at 1:30 p.m.**

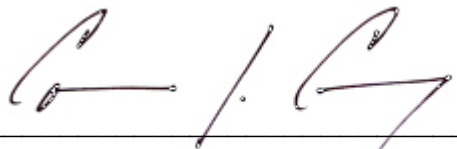
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19 DATED: June 4, 2021

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CORMAC J. CARNEY  
 UNITED STATES DISTRICT JUDGE

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