|  | Case 2:20-cv-00897-DJH Document 14-2  | 1 Filed 08/12/20 Page 1 of 47   |
|--|---|---|
| 1<br>2<br>3<br>4<br>5<br>6<br>7<br>8<br>9                  |   |   |
| 10   | Daniel J. Rodriguez, on behalf of himself and others similarly situated,                          | ) Case No. CV-20-00897-PHX-DJH<br>)   |
| 11<br>12   | Plaintiff,  | )<br>) DECLARATION OF JESSE S.<br>) JOHNSON IN SUPPORT OF   |
| <ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> </ol> | vs.<br>QS Next Chapter LLC f/k/a Express<br>Interlock LLC d/b/a QuickStart Ignition<br>Interlock, | ) PLAINTIFF'S UNOPPOSED MOTION<br>) FOR PRELIMINARY APPROVAL OF<br>) CLASS ACTION SETTLEMENT<br>) |
| 16<br>17   | Defendant.  | /<br>)<br>)   |
| 18<br>19   |   | )   |
| 20   |   |   |
| 21   |   |   |
| 22   |   |   |
| 23   |   |   |
| 24   |   |   |
| 25<br>26   |   |   |
| 20   |   |   |
| 28   |   |   |
|  |   |   |

Pursuant to 28 U.S.C. § 1746, I hereby declare as follows:

1. My name is Jesse S. Johnson.

1

2

<sup>3</sup>
<sup>3</sup>
<sup>4</sup> I am over twenty-one years of age, and I am fully competent to make the
<sup>4</sup> statements contained in this declaration.

<sup>5</sup> 3. I have personal knowledge of the matters stated herein and, if called upon,
<sup>6</sup> could and would competently testify thereto.

<sup>7</sup>
<sup>8</sup>
<sup>8</sup>
<sup>9</sup>
<sup>9</sup>
<sup>1</sup> I am a partner at the law firm of Greenwald Davidson Radbil PLLC
<sup>8</sup> ("GDR"), counsel for Daniel J. Rodriguez ("Plaintiff") and the proposed class in the above-titled action. I am admitted before this Court *pro hac vice*.

<sup>10</sup> 5. I graduated from the University of Florida in 2005 and from the University
 <sup>11</sup> of Florida Fredric G. Levin College of Law in 2009.

<sup>12</sup>
 6. I have extensive experience litigating consumer protection and securities
 <sup>13</sup> fraud class actions, including class actions brought under the Consumer Leasing Act
 <sup>14</sup> ("CLA").

15 7. GDR has been appointed class counsel in numerous class actions in this 16 district and throughout the country, including those brought under the CLA, Truth in 17 Lending Act, Fair Debt Collection Practices Act, and Telephone Consumer Protection 18 Act. See, e.g., Danger v. Nextep Funding, LLC, No. 18-567, 2020 WL 4034822 (D. 19 Minn. July 17, 2020); Claxton v. Alliance CAS, LLC, No. 19-61002, 2020 WL 2759826 20 (S.D. Fla. May 27, 2020); Riddle v. Atkins & Ogle Law Offices, LC, No. 19-249, 2020 21 WL 1303939 (S.D. W. Va. Feb. 26, 2020); Taylor v. TimePayment Corp., No. 18-378, 22 2020 WL 906319 (E.D. Va. Feb. 24, 2020); Sullivan v. Marinosci Law Grp., P.C., P.A., 23 No. 18-81368, 2019 WL 6709575 (S.D. Fla. Nov. 22, 2019); Sheean v. Convergent 24 Outsourcing, Inc., No. 18-11532, 2019 WL 6039921 (E.D. Mich. Nov. 14, 2019); 25 Knapper v. Cox Commc'ns, Inc., 329 F.R.D. 238 (D. Ariz. 2019) (Logan, J.); Hoffman v. 26 Law Office of Fradkin & Weber, P.A. No. 19-163, 2019 WL 2723581 (D. Md. July 1, 27 2019); Williams v. Bluestem Brands, Inc., No. 17-1971, 2019 WL 1450090 (M.D. Fla. 28 Apr. 2, 2019); Spencer v. #1 A LifeSafer of Ariz., LLC, No. 18-2225, 2019 WL 1034451

1 (D. Ariz. Mar. 4, 2019) (Bade, M.J.); Dickens v. GC Servs. Ltd. P'ship, No. 16-803, 2018 2 WL 4732478 (M.D. Fla. Oct. 2, 2018); Johnson v. NPAS Solutions, LLC, No. 17-80393, 3 2017 WL 6060778 (S.D. Fla. Dec. 4, 2017); Beck v. Thomason Law Firm, LLC, No. 16-4 570, 2017 WL 3267751 (D.N.M. July 27, 2017); James v. JPMorgan Chase Bank, N.A., 5 No. 15-2424, 2017 WL 2472499 (M.D. Fla. June 5, 2017); Johnston v. Kass Shuler, P.A., 6 No. 16-3390, 2017 WL 1231070 (M.D. Fla. Mar. 29, 2017); Ryan v. DeVille Asset 7 Mgmt., Ltd., No. 15-1067, 2016 WL 7165751 (D. Or. Dec. 7, 2016); Jallo v. Resurgent 8 Capital Servs., L.P., No. 14-449, 2016 WL 6610322 (E.D. Tex. Nov. 8, 2016); Rhodes v. 9 Nat'l Collection Sys., Inc., 317 F.R.D. 579 (D. Colo. 2016); Gonzalez v. Germaine Law 10 Office PLC, No. 15-1427, 2016 WL 5844605 (D. Ariz. Oct. 3, 2016) (Silver, J.); 11 McCurdv v. Prof'l Credit Serv., No. 15-1498, 2016 WL 5853721 (D. Or. Oct. 3, 2016); 12 Marcoux v. Susan J. Szwed, P.A., No. 15-93, 2016 WL 5720713 (D. Me. Oct. 3, 2016); 13 Cobb v. Edward F. Bukaty, III, PLC, No. 15-335, 2016 WL 4925165 (M.D. La. Sept. 14, 14 2016); Cross v. Wells Fargo Bank, N.A., No. 15-1270, 2016 WL 5109533 (N.D. Ga. 15 Sept. 13, 2016); Schell v. Frederick J. Hanna & Assocs., P.C., No. 15-418, 2016 WL 16 3654472 (S.D. Ohio July 8, 2016); Schuchardt v. Law Office of Rory W. Clark, 314 17 F.R.D. 673 (N.D. Cal. 2016); Whitford v. Weber & Olcese, P.L.C., No. 15-400, 2016 WL 18 122393 (W.D. Mich. Jan. 11, 2016); Garza v. Mitchell Rubenstein & Assocs., P.C., No. 19 15-1572, 2015 WL 9594286 (D. Md. Dec. 28, 2015); Baldwin v. Glasser & Glasser, 20 P.L.C., No. 15-490, 2015 WL 77669207 (E.D. Va. Dec. 1, 2015); McWilliams v. 21 Advanced Recovery Sys., Inc., 310 F.R.D. 337 (S.D. Miss. 2015); Rhodes v. Olson 22 Assocs., P.C. d/b/a Olson Shaner, 83 F. Supp. 3d 1096 (D. Colo. 2015); Roundtree v. 23 Bush Ross, P.A., 304 F.R.D. 644 (M.D. Fla. 2015); Gonzalez v. Dynamic Recovery 24 Solutions, LLC, Nos. 14-24502, 14-20933, 2015 WL 738329 (S.D. Fla. Feb. 23, 2015).

<sup>25</sup> 8. Over the past five years, GDR has been appointed class counsel in class
 <sup>26</sup> actions that recovered a total of more than \$100 million for consumers nationwide.

- 27
- 28

| 1  | 9. Multiple district courts have commented on GDR's useful knowledge and   |
|----|--|
| 2  | experience in connection with class action litigation. For example, Judge McNamee of   |
| 3  | this district stated upon granting final approval to a class settlement:   |
| 4  | I want to thank all of you. It's been a pleasure. I hope that you will come  |
| 5  | back and see us at some time in the future. And if you don't, I have a lot of cases I would like to assign you, because you've been immensely helpful      |
| 6  | both to your clients and to the Court. And that's important. So I want to  |
| 7  | thank you all very much.   |
| 8  | Ritchie v. Van Ru Credit Corp., No. 12-1714 (D. Ariz. July 21, 2014).  |
| 9  | 10. In Schwyhart v. AmSher Collection Servs., Inc., Judge John E. Ott, Chief   |
| 10 | Magistrate Judge of the Northern District of Alabama, stated upon granting final approval  |
| 11 | of a class action settlement in which he appointed GDR as class counsel:   |
| 12 | I cannot reiterate enough how impressed I am with both your handling of<br>the case, both in the Court's presence as well as on the phone conferences,     |
| 13 | as well as in the written materials submitted I am very satisfied and I  |
| 14 | am very pleased with what I have seen in this case. As a judge, I don't get<br>to say that every time, so that is quite a compliment to you all, and thank |
| 15 | you for that.  |
| 16 | No. 15-1175 (N.D. Ala. Mar. 15, 2017).   |
| 17 | 11. In McWilliams v. Advanced Recovery Sys., Inc., Judge Carlton W. Reeves   |
| 18 | of the Southern District of Mississippi described GDR as follows:  |
| 19 | More important, frankly, is the skill with which plaintiff's counsel litigated   |
| 20 | this matter. On that point there is no disagreement. Defense counsel concedes that her opponent—a specialist in the field who has been class               |
| 21 | counsel in dozens of these matters across the country-'is to be  |
| 22 | commended for his work' for the class, 'was professional at all times',<br>and used his 'excellent negotiation skills' to achieve a settlement fund        |
| 23 | greater than that required by the law. The undersigned concurs   |
| 24 | Counsel's level of experience in handling cases brought under the FDCPA,<br>other consumer protection statutes, and class actions generally cannot be      |
| 25 | overstated.  |
| 26 | No. 15-70, 2017 WL 2625118, at *3 (S.D. Miss. June 16, 2017).  |
| 27 |  |
| 28 |  |
|    |  |
|    |  |

1 12. And most recently, in *Riddle v. Atkins & Ogle Law Offices*, LC, Judge 2 Robert C. Chambers of the Southern District of West Virginia noted in approving a class 3 settlement and awarding attorneys' fees: 4 GDR is an experienced firm that has successfully litigated many complex consumer class actions. Because of its experience, GDR has been appointed 5 class counsel in many class actions throughout the country, including 6 several in the Fourth Circuit. GDR employed that experience here in negotiating a favorable result that avoids protracted litigation, trial, and 7 appeals. 8 No. 19-249, 2020 WL 3496470, at \*3 (S.D. W. Va. June 29, 2020) (internal citations 9 omitted). 10 13. More information about GDR's practice is available on the firm's website: 11 www.gdrlawfirm.com. 12 14. GDR has vigorously protected, and will continue to so protect, the interests 13 of the members of the settlement class. 14 15. GDR has advanced all costs necessary to successfully prosecute this action 15 to date, and it will continue to do so through preliminary and final approval. 16 16. I submit this declaration in support of Plaintiff's unopposed motion for 17 preliminary approval of the class action settlement reached by the parties. 18 I firmly believe this settlement to be fair, reasonable, and adequate, and in 17. 19 the best interests of all class members. 20 18. QS Next Chapter, LLC f/k/a Express Interlock LLC d/b/a QuickStart 21 Ignition Interlock ("Defendant") will establish a \$21,490 class settlement fund—which 22 well exceeds one percent of Defendant's balance sheet net worth (the limit on class 23 statutory damages imposed by the CLA)—for the benefit of more than 6,100 potential 24 class members, resulting in anticipated per-claimant recoveries of \$17 to \$35 based on 25 historical participation rates. 26 19. The parties have agreed that any unclaimed settlement funds will be 27 redirected to Special Olympics of Arizona as a cy pres award recipient rather than revert 28 to Defendant.

20. Defendant separately will pay \$1,500 to Plaintiff in recognition of his service to class members, subject to the Court's approval.

3

4

5

7

1

2

21. Additionally, Defendant no longer uses the form ignition interlock program service agreement underlying this litigation.

22. Defendant will pay all costs of class notice and settlement administration, 6 to be conducted by a third-party administrator, separate and apart from the class settlement fund and individual award to Plaintiff.

8 23. Upon court approval, the parties will provide direct mail notice to all class 9 members to inform them of this settlement and of their rights in connection therewith.

10 24. The appointed class administrator will mail the notices to class members' 11 last known addresses from Defendant's records, which will include pre-addressed 12 detachable claims forms by which class members may confirm their eligibility and elect 13 to participate in the class settlement fund.

14 25. Defendant also will separately pay an award of attorneys' fees, costs, and 15 litigation expenses to GDR, in an amount ultimately determined by the Court.

16 26. In advance of the deadline for class members to object, Plaintiff will submit 17 a motion seeking the Court's approval of an award of attorneys' fees, costs, and expenses 18 for GDR, and the parties will continue to negotiate the amount of that request up to the 19 filing of Plaintiff's motion.

20 27. Given the significant recoveries obtained here—particularly in light of the 21 risks associated with continued litigation, as well as the limitations on damages imposed 22 by the CLA—I firmly believe that this settlement is fair, reasonable, and adequate, and 23 should be approved.

24

28. Attached as Exhibit 1 is a true and correct copy of the parties' class action settlement agreement, including that agreement's exhibits:

26

- 27
- (i) the proposed Order of Preliminary Approval (Exhibit A);
- (ii) the proposed Final Order and Judgment (Exhibit B);
- 28
- (iii) the proposed direct mail class notice (Exhibit C); and

|          | Case 2:20-cv-00897-DJH Document 14-1 Filed 08/12/20 Page 7 of 47           |
|----------|--|
|          |  |
| 1        | (iv) the proposed long-form website class notice (Exhibit D).              |
| 2        |  |
| 3        | I declare under penalty of perjury that the foregoing is true and correct. |
| 4        | Executed on August 12, 2020.   |
| 5        | By: <u>/s/ Jesse S. Johnson</u><br>Jesse S. Johnson                        |
| 6        |  |
| 7        |  |
| 8        |  |
| 9        |  |
| 10       |  |
| 11       |  |
| 12       |  |
| 13       |  |
| 14       |  |
| 15       |  |
| 16       |  |
| 17       |  |
| 18       |  |
| 19       |  |
| 20       |  |
| 21       |  |
| 22       |  |
| 23       |  |
| 24<br>25 |  |
| 25<br>26 |  |
| 20       |  |
| 28       |  |
|          |  |
|          |  |
|          |  |

# Exhibit 1

|          | Case 2:20-cv-00897-DJH Document 14-1 Filed 08/12/20 Page 9 of 47                             |
|----------|--|
|          |  |
|          |  |
|          |  |
| 1        |  |
| 1 2      | UNITED STATES DISTRICT COURT<br>FOR THE DISTRICT OF ARIZONA                                  |
| 3        | Daniel J. Rodriguez, on behalf of himself ) Case No. 2:20-cv-00897-DJH                       |
| 4        | and others similarly situated,   |
| 5        | Plaintiff,   |
| 6        | ) ) ) ) ) ) ) ) ) ) ) ) ) ) ) ) ) ) )  |
| 7        | QS Next Chapter, LLC f/k/a Express   |
| 8        | Interlock LLC d/b/a QuickStart Ignition  |
| 9        | Interlock,   |
| 10       | Defendant.   |
| 11<br>12 | CLASS ACTION SETTLEMENT AGREEMENT  |
| 12       | This class action settlement agreement ("Agreement") is entered into between                 |
| 14       | Daniel J. Rodriguez ("Plaintiff" or "Class Representative"), individually and on behalf      |
| 15       | of the "Class Members" (as defined below), and QS Next Chapter, LLC f/k/a Express            |
| 16       | Interlock LLC d/b/a QuickStart Ignition Interlock ("Defendant"). This Agreement is           |
| 17       | intended by Defendant and Plaintiff, on behalf of himself and the Class Members              |
| 18       | (collectively, the "Parties"), to fully, finally, and forever resolve, discharge, and settle |
| 19       | the "Released Claims" (as defined below), upon and subject to the terms and conditions       |
| 20       | contained herein.  |
| 21       | RECITALS   |
| 22       | WHEREAS, on May 8, 2020, Plaintiff filed a class action complaint (the                       |
| 23       | "Lawsuit") against Defendant in the United States District Court for the District of         |
| 24       | Arizona, Case No. 2:20-cv-00897-DJH, asserting putative class claims arising from the        |
| 25<br>26 | Consumer Leasing Act ("CLA"), 15 U.S.C. § 1667 et seq.;                                      |
| 20       |  |
| 28       |  |
|          | 1  |
|          |  |

1 WHEREAS, Plaintiff alleges that Defendant violated the CLA by failing to make 2 proper disclosures in its ignition interlock device agreements with Arizona consumers, 3 but Defendant expressly denies any liability whatsoever to Plaintiff or the Class 4 Members, or that it violated the CLA; 5 WHEREAS, the Parties desire and intend to settle and resolve all of the claims 6 asserted in the Lawsuit; 7 WHEREAS, the Parties wish to avoid the expense and uncertainty of continued 8 litigation; 9 WHEREAS, the Parties believe that settlement by way of this Agreement is in 10 their best interests: 11 WHEREAS, counsel for the Class Members have conducted an evaluation of the 12 claims to determine how best to serve the interests of the Class Members; 13 WHEREAS, counsel for the Class Members believe, in view of the costs, risks, 14 and delays of continued litigation and appeals balanced against the benefits of 15 settlement to the Class Members, that the class settlement as provided in this 16 Agreement is in the best interest of the Class Members and is a fair, reasonable, and 17 adequate resolution of the Lawsuit; 18 WHEREAS, prior to entering into this Agreement, and to inform their settlement 19 negotiations, counsel for the Parties exchanged informal discovery concerning the class 20 size, information concerning the alleged claims and defenses to such claims, and 21 potential class damages; 22 WHEREAS, the Parties desire and intend to seek court approval of the 23 settlement of the Lawsuit as set forth in this Agreement and, upon such approval, to 24 seek entry of a Final Order and Judgment dismissing with prejudice the claims of the 25 Class Members as set forth herein; 26 27

2

| 1  | WHEREAS, the Parties and their counsel agree to recommend approval of this  |
|----|---|
| 2  | Agreement to the Court and to any regulatory authority responding to the proposed   |
| 3  | settlement pursuant to the Class Action Fairness Act of 2005 ("CAFA"), 28 U.S.C. §§   |
| 4  | 1332(d), 1453, and 1711-1715; and   |
| 5  | WHEREAS, the Parties agree to undertake all steps necessary to effectuate the   |
| 6  | terms and purposes of this Agreement, and to secure the Court's approval of the same.   |
| 7  | WHEREFORE, in consideration of the promises, representations, and warranties  |
| 8  | set forth, the Parties stipulate and agree:   |
| 9  | 1. DEFINITIONS – The following definitions apply to this Agreement:   |
| 10 | A. "Effective Date" means the first day after the "Final Order Day" (as   |
| 11 | defined below) and after Defendant completes the performance of the requirements  |
| 12 | under ¶ 10 of this Agreement.   |
| 13 | B. "Final Order Day" means the day upon which the Final Order and   |
| 14 | Judgment becomes "Final." The Final Order and Judgment becomes "Final" upon the   |
| 15 | expiration of any available appeal period following entry of the Final Order and  |
| 16 | Judgment. If any appeal is filed from the Final Order and Judgment, then the Final  |
| 17 | Order Day will be the first date after the conclusion of all appeals, so long as the Final  |
| 18 | Order and Judgment is not reversed or vacated.  |
| 19 | C. "Class Member" means any person who meets the following definition:  |
| 20 | All persons (a) with an address in Arizona, (b) who signed an ignition  |
| 21 | interlock Program Service Agreement with QS Next Chapter, LLC f/k/a<br>Express Interlock LLC d/b/a QuickStart Ignition Interlock for personal,        |
| 22 | family, or household purposes, (c) with an initial lease term greater than<br>four months, and (d) which was in effect as of December 31, 2019 or had |
| 23 | been terminated no earlier than May 8, 2019.  |
| 24 | D. "Released Claims" means all claims under the CLA that arise out of   |
| 25 | ignition interlock program service agreements between Defendant and Class Members   |
| 26 |   |
| 27 |   |
| 28 | 3   |
|    |   |

that were in force as of December 31, 2019, or had been terminated no earlier than May
8, 2019.

<sup>3</sup> E. "Released Parties" means QS Next Chapter, LLC, Express Interlock LLC,
 <sup>4</sup> and QuickStart Ignition Interlock, and each of their past, present, and future directors,
 <sup>5</sup> officers, employees, partners, principals, members, managers, shareholders, and
 <sup>6</sup> attorneys.

CLASS CERTIFICATION – Plaintiff will seek, and Defendant will not oppose,
preliminary approval of the settlement on behalf of the class defined above in ¶ 1(C).
Defendant represents that there are approximately 6,140 potential Class Members.

CLASS REPRESENTATIVE AND CLASS COUNSEL APPOINTMENT – The
 Parties agree that Plaintiff should be appointed as the Class Representative for the Class
 Members, and that Jesse S. Johnson of Greenwald Davidson Radbil PLLC should be
 appointed as counsel for the Class Members ("Class Counsel").

<sup>14</sup>
 <sup>14</sup>
 <sup>14</sup>
 <sup>14</sup>
 <sup>14</sup>
 <sup>15</sup>
 <sup>15</sup>
 <sup>15</sup>
 <sup>16</sup>
 <sup>16</sup>
 <sup>16</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>18</sup>
 <sup>19</sup>
 <sup>19</sup>
 <sup>19</sup>
 <sup>11</sup>
 <sup>11</sup>
 <sup>11</sup>
 <sup>11</sup>
 <sup>12</sup>
 <sup>14</sup>
 <sup>15</sup>
 <sup>15</sup>
 <sup>16</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>18</sup>
 <sup>19</sup>
 <sup>19</sup>
 <sup>19</sup>
 <sup>19</sup>
 <sup>11</sup>
 <sup>11</sup>
 <sup>11</sup>
 <sup>12</sup>
 <sup>12</sup>
 <sup>13</sup>
 <sup>14</sup>
 <sup>15</sup>
 <sup>15</sup>
 <sup>15</sup>
 <sup>16</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>18</sup>
 <sup>19</sup>
 <sup>19</sup>
 <sup>19</sup>
 <sup>19</sup>
 <sup>11</sup>
 <sup>11</sup>
 <sup>11</sup>
 <sup>11</sup>
 <sup>12</sup>
 <sup>12</sup>
 <sup>14</sup>
 <sup>15</sup>
 <sup>14</sup>
 <sup>15</sup>
 <sup>15</sup>
 <sup>16</sup>
 <sup>17</sup>
 <sup>16</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>17</sup>
 <sup>18</sup>
 <sup>19</sup>
 <li

<sup>18</sup> 5. FINAL ORDER AND JUDGMENT – If the settlement is approved preliminarily
 <sup>19</sup> by the Court, and all other conditions precedent to the settlement have been satisfied,
 <sup>20</sup> counsel for the Plaintiff will file an unopposed motion requesting that the court enter a
 <sup>21</sup> Final Order and Judgment in substantially the same form attached as Exhibit B.

ADMINISTRATION AND NOTIFICATION PROCESS – A third-party class
 administrator jointly selected by and agreeable to the parties ("Class Administrator")
 will administer the settlement and notification of the settlement to the Class Members.
 The costs and expenses for the administration of the settlement and class notice,
 including all work necessary to identify current contact information for the Class

- 27
- 28

<sup>1</sup> Members, will be paid by Defendant separate and apart from the Settlement Fund
 <sup>2</sup> (defined below in ¶ 10(A)). The Class Administrator will be responsible for mailing the
 <sup>3</sup> approved direct mail notice and settlement checks to the Class Members.

<sup>4</sup>
<sup>7</sup> The Parties will provide notice of the settlement to the Class Members as
<sup>5</sup>
<sup>6</sup> follows:

6 Direct Mail Notice – The Class Administrator will, as expeditiously as A. 7 possible but not to exceed 21 days after the Court's entry of the Order of Preliminary 8 Approval of Class Action Settlement, send via U.S. mail written notice of the 9 settlement to each Class Member at his or her last known valid address, address 10 correction requested, as provided by Defendant. Defendant will provide the names and 11 last-known addresses of all potential Class Members to the Class Administrator, in a 12 Microsoft Excel spreadsheet or some other editable format, within 10 days of the filing 13 of Plaintiff's unopposed motion for preliminary approval of class action settlement. The 14 direct mail notice will include a detachable claim form to be returned to the Class 15 Administrator to indicate the Class Member's desire to take part in the Settlement Fund 16 (defined below), and to confirm that he or she entered into his or her ignition interlock 17 Program Service Agreement for personal, family, or household (rather than business or 18 commercial) purposes.

19 Before sending the direct mail notice, the Class Administrator will confirm and, 20 if necessary, update the addresses for the Class Members through the standard 21 methodology it currently uses to update addresses, including attempting to identify the 22 name and address of each Class Member. If any notice is returned with a new address, 23 the Class Administrator will re-mail the notice to the new address and update the Class 24 Member address list with all forwarding addresses. If any notice is returned 25 undeliverable without a new address, the Class Administrator will run a skip-trace 26 search to attempt to locate an updated address and will re-mail the notice to the new

- 27
- 28

1 address if a new address can be located. The direct mail notice to the Class Members 2 will be in substantially the same form attached as Exhibit C, subject to the Court's 3 approval of the notice.

4

5

6

7

8

B. Website Notice – Within 21 days of the Court's entry of the Order of Preliminary Approval of Class Action Settlement, Class Counsel will post on its website a long-form class notice in substantially the same form attached as Exhibit D, subject to the court's approval. Class counsel will maintain the long-form class notice on its website until the final void date of any settlement check issued pursuant to this Agreement.

10

9

C. <u>CAFA Notice</u> – Defendant, by way of the Class Administrator, will be 11 responsible for serving the CAFA notice required by 28 U.S.C. § 1715 within 10 days 12 of the filing of Plaintiff's Unopposed Motion for Preliminary Approval of Class Action 13 Settlement.

14 8. CLAIMS, REQUESTS FOR EXCLUSION, AND OBJECTIONS - The Class 15 Administrator will administer the receipt of any and all claims and requests for 16 exclusion.

17 A. Any Class Member who desires to receive his or her pro-rata portion of 18 the Settlement Fund (defined below in  $\P$  10(A)) must submit a timely and valid claim, 19 pursuant to and in the form attached as Exhibit C.

- 20 B. Any Class Member who desires to be excluded from the class must send a 21 written request for exclusion to the Class Administrator with a postmark date no later 22 than 60 days after the court's entry of the Order of Preliminary Approval of Class 23 Action Settlement. The Class Administrator will provide a list of the names of each 24 Class Member who submitted a timely exclusion to Class Counsel after the deadline 25 passes. A copy of this list will be provided to the court in connection with Plaintiff's 26 Unopposed Motion for Final Approval of Class Action Settlement.
- 27
- 28

C. In the written request for exclusion, the Class Member must set forth his or her full name, address, telephone number, and email address (if available), along with a statement that he or she wishes to be excluded, and sign the request for exclusion.

<sup>5</sup> D. Any Class Member who submits a valid and timely request for exclusion
<sup>6</sup> will not be bound by the terms of this Agreement.

E. Any Class Member who intends to object to the fairness of this settlement
 must file a written objection with the Court within 60 days from the court's entry of the
 Order of Preliminary Approval of Class Action Settlement. Further, any such Class
 Member must, within the same time period, provide a copy of the written objection to
 Class Counsel and counsel for Defendant via U.S. Mail.

F. In the written objection, the Class Member must provide his or her full
 name, address, telephone number, and email address (if available); give the reasons for
 his or her objection; state whether he or she intends to appear at the fairness hearing on
 his or her own behalf or through counsel; and sign the objection. Further, the Class
 Member must attach to his or her objection any documents supporting the objection.

17

18

1

2

3

4

G. Any Class Member who does not file a valid and timely objection to the settlement will be barred from seeking review of the settlement by appeal or otherwise.

<sup>19</sup> H. When responding to any inquiry from a Class Member, Plaintiff and Class
 <sup>20</sup> Counsel will confirm that they believe the settlement is fair and reasonable.

I. If a Class Member submits both an exclusion and an objection, he or she
 will be considered to have submitted an exclusion (and not an objection) and will be
 excluded from the settlement class.

<sup>24</sup> J. Exclusion requests and objections must be provided in an individual
 <sup>25</sup> capacity for each respective Class Member. "Mass," "class," and/or "representative"

- 26
- 27
- 28

1 exclusion requests or objections, made on behalf of multiple Class Members, are not 2 acceptable and will not be valid.

K. Subject to approval by the Court, a fairness hearing will be conducted 4 regarding the settlement within 90 to 120 days from the Court's entry of the Order of Preliminary Approval of Class Action Settlement. Under Rule 23(c)(2)(B)(iv) of the 6 Federal Rules of Civil Procedure, the Class Members will be notified that they may enter an appearance through an attorney at their own expense if they so desire.

8 9. RELEASES - As of the Effective Date, Plaintiff and the Class Members who did 9 not timely exclude themselves fully, finally, and forever settle, release, and discharge 10 the Released Parties from the Released Claims, and are forever barred from asserting 11 any of the Released Claims in any court against any of the Released Parties.

12 SETTLEMENT CONSIDERATION - In consideration for the foregoing 10. 13 releases, the Parties agree to the following:

14 Settlement Fund - Defendant, in consultation with the Class A. 15 Administrator, will cause to be established a \$21,490 settlement fund ("Settlement 16 Fund"), within seven days after the Final Order Day. The \$21,490 Settlement Fund is 17 contingent on there being no more than 6,140 potential Class Members, including 18 Plaintiff. Should Defendant discover additional potential Class Members, the 19 Settlement Fund will be increased by \$3.50 per additional Class Member. Each Class 20 Member who timely submits a valid claim form via U.S. Mail will receive a pro-rata 21 portion of the Settlement Fund, to be calculated based on the number of Class Members 22 who submit such timely, valid claims.

23

24

25

26

3

5

7

Within 21 days after the Final Order Day, the Class Administrator will send via U.S. mail a settlement check to each Class Member who participates in the settlement. Defendant's obligations pursuant to this paragraph will be considered fulfilled upon the mailing of the settlement checks, regardless of whether any settlement check is

- 27
- 28

received, returned, or cashed, except that the Class Administrator will be obligated to
 take reasonable steps to forward all settlement checks returned with a forwarding
 address to such forwarding addresses. Each settlement check will be void 120 days after
 mailing.

To the extent that any funds remain in the Settlement Fund after the void date
(from uncashed checks or otherwise), such funds will be paid to Special Olympics of
Arizona as a *cy pres* recipient. No money from the Settlement Fund will revert to
Defendant.

<sup>9</sup> B. <u>Payment to Plaintiff</u> – In addition to his pro-rata share of the Settlement
 <sup>10</sup> Fund, and subject to the court's approval, Defendant will separately pay \$1,500 to
 <sup>11</sup> Plaintiff within 14 days after the Final Order Day, in recognition of his service to the
 <sup>12</sup> Class Members.

<sup>13</sup> C. <u>Change in Defendant's Conduct</u> – Defendant affirms that, as of the date
 <sup>14</sup> of this Agreement, and while denying any past wrongdoing and denying that its ignition
 <sup>15</sup> interlock program service agreements are subject to the CLA, it no longer uses the form
 <sup>16</sup> agreement signed by Plaintiff.

- 17 D. Attorneys' Fees and Expenses of Class Counsel – In advance of the final 18 fairness hearing, Class Counsel will file an application for reasonable attorneys' fees, 19 costs, and expenses. Defendant will not object to an award of attorneys' fees, costs and 20 expenses, but reserves its right to contest the amount of such an award. Any amount 21 awarded to Class Counsel for attorneys' fees, costs, and expenses will be paid by 22 Defendant separate and apart from the Settlement Fund, costs of Settlement 23 Administration, and any payment to Plaintiff. Defendant reserves its right to contest the 24 amount of attorneys' fees, costs, and expenses sought by Class Counsel. 25
- 26
- 27
- 28

Defendant will forward to Class Counsel payment for the attorneys' fees, costs, and expenses awarded by the Court no later than 14 days after the Court's order approving such attorneys' fees, costs, and expenses. Upon payment of the awarded attorneys' fees, costs, and expenses to Class Counsel, the Released Parties will have no further obligation with respect to Class Counsel's fees, costs, and expenses, or the fees, costs, or expenses of any other attorney on behalf of Plaintiff or any Class Member.

7 E. Settlement Administration - Separate from the Settlement Fund, any 8 payment to Plaintiff, and the Attorneys' Fees and Expenses of Class Counsel, Defendant will be responsible for paying all costs of class notice and administration of 10 the settlement by the Class Administrator.

COVENANT NOT TO SUE - Plaintiff agrees and covenants, and each Class 11. 12 Member will be deemed to have agreed and covenanted, not to sue any Released Party 13 with respect to any of the Released Claims. 14

12. MUTUAL NON-DISPARAGEMENT – The parties will refrain from 15 disparaging each other or taking any action designed to harm the perception of either 16 party regarding any issue related directly or indirectly to the Lawsuit or the Agreement. 17 TERMINATION – After completing a good-faith negotiation, Plaintiff and 13. 18 19

- Defendant will each have the right to terminate this Agreement by providing written 20 notice to the other within seven days following:
- 21 22

1

2

3

4

5

6

9

11

The Court's refusal to enter an Order of Preliminary Approval of Class A. Action Settlement in substantially the form attached as Exhibit A;

- 23 B. The Court's refusal to approve the settlement following notice to the 24 Class Members and the final fairness hearing; or
- 25

C. The filing by one hundred (100) or more Class Members of valid and timely requests for exclusion.

27 28

If either Plaintiff or Defendant terminates this Agreement as provided herein, the Agreement will be null and void and of no force and effect, and the Parties' rights and defenses will be restored, without prejudice, to their respective positions as if this Agreement had never been executed.

The procedure for and the allowance or disallowance by the Court of any applications by Plaintiff or Class Counsel for attorneys' fees, costs, and expenses are not part of the settlement set forth herein and are to be considered by the Court separately from the Court's consideration of the fairness, reasonableness, and adequacy of the settlement set forth herein. Any order regarding an application for attorneys' fees and expenses will not operate to terminate or cancel this settlement, or affect the finality of the settlement of this matter.

14. MISCELLANEOUS PROVISIONS – Any exhibits to this Agreement are an integral part of the settlement and are expressly incorporated herein as part of this Agreement.

15. This Agreement is for settlement purposes only. The Parties acknowledge that 16 this Agreement is not an admission of wrongdoing, negligence, or liability by Defendant or any Released Party. Defendant expressly denies any liability whatsoever to Plaintiff or the Class Members. Defendant's non-opposition to certification of the settlement class does not constitute an admission or stipulation by Defendant. Nothing 20 in this Agreement shall be used as, or admissible in, evidence by any party in any proceeding other than one to enforce the terms of the Agreement.

22 16. No representations, warranties, or inducements have been made to any of the 23 Parties, other than those representations, warranties, and covenants contained in this Agreement.

25

24

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

17

18

19

- 26
- 27 28

<sup>1</sup> 17. This Agreement contains the entire agreement between the Parties and
 <sup>2</sup> supersedes any and all other agreements between the Parties. The terms of this
 <sup>3</sup> Agreement are contractual.

18. This Agreement is to be interpreted in accordance with Arizona law.

<sup>5</sup> 19. Any dispute, challenge, or question relating to this Agreement is to be heard only
<sup>6</sup> by the United States District Court for the District of Arizona.

7 20. The Parties agree that the United States District Court for the District of Arizona
 8 has subject matter jurisdiction over the claims at issue and will request that it retain
 9 continuing and exclusive jurisdiction over the Parties to this Agreement, and over the
 10 administration and enforcement of this Agreement.

This Agreement will be binding upon and inure to the benefit of the Parties and
 their representatives, heirs, successors, and assigns.

<sup>13</sup> 22. If, after the date of this Agreement, any provision hereof is held to be illegal,
 <sup>14</sup> invalid or unenforceable, such provision shall be fully severable, and the remainder of
 <sup>15</sup> the Agreement shall remain enforceable and not affected thereby if mutually agreed by
 <sup>16</sup> Plaintiff and Defendant.

This Agreement is deemed to have been drafted jointly by the Parties and, in
 construing and interpreting this Agreement, no provision of this Agreement will be
 construed or interpreted against any party because such provision, or this Agreement as
 a whole, was purportedly prepared or requested by such party.

<sup>21</sup> 24. This Agreement may be signed in counterparts and the separate signature pages
 <sup>22</sup> executed by the Parties and their counsel may be combined to create a document
 <sup>23</sup> binding on all of the Parties and together constitutes one and the same instrument.

<sup>24</sup>
 <sup>25</sup> The Parties understand that this Agreement is a public document that will be
 <sup>25</sup> filed with the Court for its review and approval. Class Counsel will post information

26

- 27
- 28

| 1  | about the settlement on its website, including the long-form class notice, settlement    |   |  |  |
|----|--|---|--|--|
| 2  | agreement, and other documents of interest to Class Members.                             |   |  |  |
| 3  | 26. Class Counsel represents and warrants that it has not been retained by any           |   |  |  |
| 4  | individuals other than Plaintiff with claims against QS Next Chapter, LLC, Express       |   |  |  |
| 5  | Interlock LLC, or QuickStart Ignition Interlock. The Parties acknowledge that this       |   |  |  |
| 6  | representation is a material term of this Agreement.                                     |   |  |  |
| 7  | 27. Plaintiff represents and warrants that he is the sole and exclusive owner of all     |   |  |  |
| 8  | claims that he is personally releasing under this Agreement.                             |   |  |  |
| 9  | 28. Notices & Communications – All requests, demands, and other communications           |   |  |  |
| 10 | hereunder must: (a) be in writing; (b) be delivered by U.S. Mail; (c) be deemed to have  |   |  |  |
| 11 | been duly given on the date received; and (d) be addressed to the intended recipients as |   |  |  |
| 12 | set forth below:   |   |  |  |
| 13 | If to Plaintiff or the Class:  |   |  |  |
| 14 | Jesse S. Johnson<br>Greenwald Davidson Radbil PLLC                                       |   |  |  |
| 15 | 7601 N. Federal Hwy., Suite A-230  |   |  |  |
| 16 | Boca Raton, Florida 33487  |   |  |  |
| 17 | If to Defendant:   |   |  |  |
| 18 | David E. Funkhouser III (No. 022449)<br>SPENCER FANE LLP                                 |   |  |  |
| 19 | SPENCER FANE LLP<br>2415 E. Camelback Road, Suite 600                                    |   |  |  |
| 20 | Phoenix, Arizona 85016   |   |  |  |
| 21 |  |   |  |  |
| 22 |  |   |  |  |
| 23 | [SIGNATURES ON FOLLOWING PAGE]   |   |  |  |
| 24 |  |   |  |  |
| 25 |  |   |  |  |
| 26 |  |   |  |  |
| 27 |  |   |  |  |
| 28 | 13   |   |  |  |
|    | 1.5  | l |  |  |

|   | Case 2:20-cv-00897-DJH Document 1                              | .4-1 Fil  | ed 08/12/20  | Page 22 of 47           |     |
|---|--|-----------|--------------|-------------------------|-----|
|   |  |           |              |                         |     |
|   |  |           |              |                         |     |
|   |  |           |              |                         |     |
| 1 | IN WITNESS WHEREOF, the Parties a                              | and their | duly authori | zed attorneys have caus | sed |
| 2 | this Agreement to be executed:                                 |           |              |                         |     |
| 3 | Davial Podriaunz   |           |              |                         |     |
| 4 | Daniel ROAFIGUEZ<br>Daniel Rodriguez (Aug 11, 2020 18:20 PDT)  |           | Dated: Augu  | st <u>11</u> , 2020     |     |
| 5 | Daniel J. Rodriguez  |           |              |                         |     |
| 6 | Jesse S. Johnson<br>Jesse S. Johnson (Aug 11, 2020 22:40 EDT)  |           |              | 11                      |     |
| 7 | Jesse S. Johnson (Aug 11, 2020 22:40 EDT)<br>Jesse S. Johnson  |           | Dated: Augu  | st <u>11</u> , 2020     |     |
| 8 | Greenwald Davidson Radbil PLLC                                 |           |              |                         |     |
| 9 | 7601 N. Federal Hwy., Suite A-230<br>Boca Raton, Florida 33487 |           |              |                         |     |
| 0 |  |           |              |                         |     |
| 1 | Class Counsel  |           |              |                         |     |
| 2 |  |           |              |                         |     |
| 3 |  |           | Dated: Augu  | st 2020                 |     |
| 4 | For QS Next Chapter, LLC                                       |           | Dutou.Tugu   |                         |     |
| 5 |  |           |              |                         |     |
| 6 |  |           |              |                         |     |
| 7 |  |           | Dated: Augu  | st 2020                 |     |
| 8 | David E. Funkhouser III (No. 022449)                           |           | Dutou.Tugu   |                         |     |
| 9 | SPENCER FANE LLP<br>2415 E. Camelback Road, Suite 600          |           |              |                         |     |
| 0 | Phoenix, Arizona 85016   |           |              |                         |     |
| 1 | Counsel for Defendant  |           |              |                         |     |
| 2 |  |           |              |                         |     |
| 3 |  |           |              |                         |     |
| 4 |  |           |              |                         |     |
| 5 |  |           |              |                         |     |
| 6 |  |           |              |                         |     |
| 7 |  |           |              |                         |     |
| 8 |  |           |              |                         |     |
|   |  | 14        |              |                         |     |
|   |  |           |              |                         |     |

#### Case 2:20-cv-00897-DJH Document 14-1 Filed 08/12/20 Page 23 of 47

IN WITNESS WHEREOF, the Parties and their duly authorized attorneys have caused

this Agreement to be executed: Dated: August , 2020 Daniel J. Rodriguez Dated: August \_\_\_\_, 2020 Jesse S. Johnson Greenwald Davidson Radbil PLLC 7601 N. Federal Hwy., Suite A-230 Boca Raton, Florida 33487 Class Counsel Dated: August 12, 2020 For **OS** Next Chapter, LLC Dated: August <u>12</u>, 2020 David E. Funkhouser III (No. 022449) SPENCER FANE LLP 2415 E. Camelback Road, Suite 600 Phoenix, Arizona 85016 Counsel for Defendant 

# **Exhibit** A

|  | Case 2:20-cv-00897-DJH Document 14-1  | Filed 08/12/20         | Page 25 of 47  |  |  |
|--|---|------------------------|--|--|--|
| 1<br>2<br>3<br>4<br>5<br>6<br>7  | UNITED STATES   |                        |  |  |  |
| 8  | FOR THE DISTR   |                        |  |  |  |
| 9<br>10<br>11<br>12  | Daniel J. Rodriguez, on behalf of himself )<br>and others similarly situated, )<br>Plaintiff, )<br>VS.  | [PROPOSEI<br>PRELIMINA | )-cv-00897-DJH<br>D] ORDER OF<br>ARY APPROVAL OF<br>TON SETTLEMENT |  |  |
| 13<br>14<br>15<br>16   | QS Next Chapter, LLC f/k/a Express<br>Interlock LLC d/b/a QuickStart Ignition<br>Interlock,<br>Defendant.   |                        |  |  |  |
| <ol> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> <li>27</li> </ol> | WHEREAS, this Court has been advised that the parties to this action, Daniel J.<br>Rodriguez ("Plaintiff" or "Class Representative"), and QS Next Chapter, LLC f/k/a<br>Express Interlock LLC d/b/a QuickStart Ignition Interlock ("Defendant"), through their<br>respective counsel, have agreed, subject to Court approval following notice to the Class<br>Members and a hearing, to settle the above-captioned lawsuit ("Lawsuit") upon the terms<br>and conditions set forth in the Class Action Settlement Agreement ("Agreement"), which<br>has been filed with the Court, and the Court deeming that the definitions set forth in the<br>Agreement are hereby incorporated by reference (with capitalized terms as set forth in the<br>Agreement);<br>NOW, THEREFORE, based upon the Agreement and all of the files, records, and |                        |  |  |  |
| 27<br>28   | proceedings herein, and it appearing to this<br>proposed settlement appears fair, reasonable  | Court that, upon       | preliminary examination, the                                       |  |  |

1 will be held on \_\_\_\_\_, 2020 after notice to the Class Members, to confirm 2 that the proposed settlement is fair, reasonable, and adequate, and to determine whether a 3 Final Order and Judgment should be entered in this Lawsuit: 4 **IT IS HEREBY ORDERED:** 5 This Court has jurisdiction over the subject matter of the Lawsuit and over all 6 settling parties hereto. 7 In compliance with the Class Action Fairness Act of 2005, 28 U.S.C. §§ 1332(d), 8 1453, and 1711-1715, First Class, Inc.—the designated Class Administrator—will cause 9 to be served, on behalf of Defendant, written notice of the proposed class settlement on 10 the United States Attorney General and the Attorney General of the State of Arizona. 11 Pursuant to Rule 23(b)(3) of the Federal Rules of Civil Procedure, the Lawsuit is 12 hereby preliminarily certified as a class action on behalf of the following class of 13 plaintiffs ("Class Members") with respect to the claims asserted in the Lawsuit: 14 All persons (a) with an address in Arizona, (b) who signed an ignition interlock Program Service Agreement with QS Next Chapter, LLC f/k/a 15 Express Interlock LLC d/b/a QuickStart Ignition Interlock for personal, 16 family, or household purposes, (c) with an initial lease term greater than four months, and (d) which was in effect as of December 31, 2019 or had 17 been terminated no earlier than May 8, 2019. 18 Defendant represents that there are approximately 6,140 potential Class Members, 19 including Plaintiff. This preliminary certification is for settlement purposes only and shall 20 not be deemed to be an adjudication of any fact or issue. 21 Pursuant to Rule 23, the Court appoints Daniel J. Rodriguez as the Class 22 Representative. The Court also appoints Jesse S. Johnson of Greenwald Davidson Radbil 23 PLLC as Class Counsel. See Spencer v. #1 A LifeSafer of Ariz., LLC, No. 18-2225, 2019 24 WL 1034451 (D. Ariz. Mar. 4, 2019) (Bade, M.J.) (preliminarily approving class 25 settlement under the Consumer Leasing Act ("CLA") and appointing Greenwald 26 Davidson Radbil PLLC class counsel); Gonzalez v. Germaine Law Office PLC, No. 15-27 1427, 2016 WL 3360700 (D. Ariz. June 1, 2016) (Silver, J.) (same, but for class 28 settlement under the Fair Debt Collection Practices Act ("FDCPA")); Schuchardt v. Law

Office of Rory W. Clark, 314 F.R.D. 673 (N.D. Cal. 2016) (finally approving FDCPA
 class settlement and confirming appointment of Greenwald Davidson Radbil PLLC as
 class counsel).

<sup>4</sup> This Court preliminarily finds that the Lawsuit satisfies the applicable
 <sup>5</sup> prerequisites for class action treatment under Rule 23, namely:

A. The Class Members are so numerous that joinder of all of them in the Lawsuit is impracticable;

- B. There are questions of law and fact common to the Class Members, which predominate over any individual questions;
- 10 11

12

13

14

15

16

17

6

7

8

9

C. Plaintiff's claims are typical of the claims of the Class Members;

- D. Plaintiff and Class Counsel have fairly and adequately represented and protected the interests of all Class Members; and
- E. Class treatment of these claims will be efficient and manageable, thereby achieving an appreciable measure of judicial economy, and a class action is superior to other available methods for a fair and efficient adjudication of this controversy.

18 Schuchardt, 314 F.R.D. at 679-80.

19 This Court preliminarily finds that the settlement of the Lawsuit, on the terms and 20 conditions set forth in the Settlement Agreement is in all respects fundamentally fair, 21 reasonable, adequate, and in the best interest of the Class Members, especially in light of 22 the benefits to the Class Members; the strengths and weaknesses of Plaintiff's case; the anticipated complexity, duration and expense of additional litigation; the risk and delay 23 inherent in possible appeals; the limited amount of any potential total recovery for the 24 Class Members given the cap on statutory damages for claims brought pursuant to the 25 CLA; and the opinion of Class Counsel, who are highly experienced in consumer 26 27 protection class action litigation. See Catala v. Resurgent Capital Servs. L.P., No. 08-

2401, 2010 WL 2524158, at \*2 (S.D. Cal. June 22, 2010) (citing *Officers for Justice v. Civil Serv. Comm'n*, 688 F.2d 615, 625 (9th Cir. 1982)).

A third-party class administrator acceptable to the parties will administer the settlement and notification to Class Members. The class administrator will be responsible for locating Class Members, mailing the approved class action notice with detachable claim form, processing claims, and ultimately mailing settlement checks to those Class Members who timely submit a valid claim form. The costs of administration will be paid by Defendant separate and apart from the Settlement Fund. Upon the recommendation of the parties, this Court hereby appoints the following class administrator: First Class, Inc.

This Court approves the form and substance of the Direct Mail Notice, attached to the Agreement as Exhibit C, as well as the long-form class notice, attached to the Agreement as Exhibit D. The proposed forms and method for notifying the Class Members of the settlement and its terms and conditions meet the requirements of Rule 23(c)(2)(B) and due process, constitute the best notice practicable under the circumstances, and constitute due and sufficient notice to all persons and entities entitled to the notice. *See Decohen v. Abbasi, LLC*, 299 F.R.D. 469, 479 (D. Md. 2014) ("Under the circumstances of this case, when all class members are known in advance, the Court finds that the method of direct mail notice to each class member's last known address—and a second notice if the first was returned as undeliverable—was the best practicable notice.").

This Court finds that the proposed notice program is clearly designed to advise the Class Members of their rights. In accordance with the Agreement, the class administrator will mail the Direct Mail Notice to the Class Members as expeditiously as possible, but in no event later than 21 days after the Court's entry of this order, *i.e.*, **no later than** \_\_\_\_\_\_, **2020**. The class administrator will confirm, and if necessary, update the addresses for the Class Members through standard methodology that the class administrator currently uses to update addresses.

Any Class Member who wishes to receive a pro-rata portion of the Settlement Fund must send a valid, timely claim form to First Class, Inc. with a postmark date no later than 60 days after the Court's entry of this order, *i.e.*, **no later than** \_\_\_\_\_\_, 2020.

Any Class Member who desires to be excluded from the class must send a written request for exclusion to First Class, Inc. with a postmark date no later than 60 days after the Court's entry of this order, *i.e.*, **no later than** \_\_\_\_\_\_, **2020**. To be effective, the written request for exclusion must state the Class Member's full name, address, telephone number, and email address (if available), along with a statement that the Class Member wishes to be excluded, and his or her signature. Any Class Member who submits a valid and timely request for exclusion will not be bound by the terms of the Agreement.

Any Class Member who intends to object to the fairness of this settlement must file a written objection with the Court within 60 days after the Court's entry of this order, *i.e.*, **no later than** \_\_\_\_\_\_, **2020**. Further, any such Class Member must, within the same time period, provide a copy of the written objection to Class Counsel, attention: Jesse S. Johnson, Greenwald Davidson Radbil PLLC, 7601 N. Federal Hwy., Suite A-230, Boca Raton, FL 33487; and counsel for Defendant, David E. Funkhouser III, Spencer Fane LLP, 2415 E. Camelback Road, Suite 600, Phoenix, Arizona 85016.

To be effective, the written objection must:

21 22

23

24

25

26

1

2

3

4

5

6

7

8

9

10

11

- (a) Contain a heading which includes the name of the case and case number;
- (b) Provide the name, address, telephone number, and email address (if available) of the Class Member filing the objection;
  - (c) Be filed with the Clerk of the Court no later than 60 days after the Court preliminarily approves the settlement;
- 27
- 28

(d) Be sent by first-class mail to Class Counsel and counsel for Defendant at the addresses designated in the class notice, postmarked no later than 60 days after the Court preliminarily approves the settlement;

Contain the name, address, bar number, and telephone number of the (e) objecting Class Member's counsel, if represented by an attorney. If the Class Member is represented by an attorney, he/she or it must comply with all applicable laws and rules for filing pleadings and documents in the U.S. District Court for the District of Arizona;

9 10

1

2

3

4

5

6

7

8

(f) Contain a statement of the specific basis for each objection; and

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Include the Class Member's signature. (g)

Any Class Member who has timely filed an objection may appear at the final fairness hearing, in person or by counsel, to be heard to the extent allowed by the Court, applying applicable law, in opposition to the fairness, reasonableness, and adequacy of the settlement, and on the application for an award of attorneys' fees, costs, and expenses.

Upon final approval from the Court, the class administrator will mail a settlement check to each Class Member who submits a valid, timely claim form. Each participating Class Member will receive a pro-rata portion of the \$21,490 Settlement Fund.

The Court will conduct a fairness hearing on \_\_\_\_\_, 2020 at the United States District Court for the District of Arizona, 401 West Washington Street, Phoenix, Arizona 85003, to review and rule upon the following issues:

A.

Whether this action satisfies the applicable prerequisites for class action treatment for settlement purposes under Rule 23;

B. Whether the proposed settlement is fundamentally fair, reasonable, adequate, and in the best interest of the Class Members and should be approved by the Court;

C. Whether a Final Order and Judgment, as provided under the Settlement Agreement, should be entered, dismissing the Lawsuit with prejudice and releasing the Released Claims against the Released Parties; and

1

2

3

4

5

6

7

25

26

27

28

D. To discuss and review other issues as the Court deems appropriate.

Attendance by Class Members at the final fairness hearing is not necessary. Class Members need not appear at the hearing or take any other action to indicate their approval of the proposed class action settlement. Class Members wishing to be heard are, however, required to appear at the final fairness hearing. The hearing, however, may be postponed, adjourned, transferred, or continued without further notice to the Class Members.

8 Consistent with In re Mercury Interactive Corp. Sec. Litig., 618 F.3d 988 (9th Cir. 9 2010), Plaintiff's petition for an award of attorneys' fees and reimbursement of costs and 10 expenses for Class Counsel must be filed with the Court within 30 days after the Court's entry of this order, *i.e.*, **no later than** \_\_\_\_\_, **2020**. Any opposition to 11 12 Plaintiff's fee and expense petition must be filed with the Court no later than 60 days 13 after the Court's entry of this order, *i.e.*, **no later than** \_\_\_\_\_, **2020**. 14 Plaintiff's reply memorandum in further support of his fee and expense petition must be 15 filed with the Court no later than 14 days after submission of any opposition to the 16 petition.

17 Submissions by the Parties in support of the settlement, including memoranda in 18 support of final approval of the proposed settlement, and responses to any objections, 19 must be filed with the Court no later than 28 days prior to the final fairness hearing, *i.e.*, 20 **no later than** \_\_\_\_\_, **2020**. Any opposition to the foregoing must be 21 filed with the Court no later than 14 days prior to the final fairness hearing, *i.e.*, **no later** than \_\_\_\_\_, 2020. Reply memoranda in support of the foregoing must 22 23 be filed with the Court no later than 7 days prior to the final fairness hearing, *i.e.*, **no** later than \_\_\_\_\_, 2020. 24

This Order will be null and void if any of the following occur:

A. Any specified material condition to the settlement set forth in the Agreement is not satisfied and the satisfaction of such condition is not waived in writing by the Parties; or

| 1        | B. The Court approves the Agreement, including any amendment thereto  |  |  |  |  |
|----------|---|--|--|--|--|
| 2        | approved by the Parties, but such approval is reversed on appeal and such reversal  |  |  |  |  |
| 3        | becomes final by lapse of time or otherwise.  |  |  |  |  |
| 4        | If the Agreement and/or this Order are voided, then the Agreement will be of no   |  |  |  |  |
| 5        | force and effect, and the Parties' rights and defenses will be restored, without prejudice,                                 |  |  |  |  |
| 6        | to their respective positions as if the Agreement had never been executed and this order                                    |  |  |  |  |
| 7        | never entered.  |  |  |  |  |
| 8        | This Court retains continuing and exclusive jurisdiction over the action to consider  |  |  |  |  |
| 9        | all further matters arising out of or connected with the settlement, including the  |  |  |  |  |
| 10       | administration and enforcement of the Agreement.  |  |  |  |  |
| 11       | This Court sets the following schedule:   |  |  |  |  |
| 12       | Date Event  |  |  |  |  |
| 13       | Preliminary Approval Order Entered  |  |  |  |  |
| 14       | Direct Mail Notice Sent (21 days ofter entry of Preliminary   |  |  |  |  |
| 15       | Direct Mail Notice Sent (21 days after entry of Preliminary<br>Approval Order)  |  |  |  |  |
| 16       | Filing of Plaintiff's Petition for Attorneys' Fees, Costs, and  |  |  |  |  |
| 17<br>18 | Expenses (30 days after entry of Preliminary Approval Order)  |  |  |  |  |
| 19       | Deadline to Submit Claim, Exclusion Request, Objection, or  |  |  |  |  |
| 20       | Opposition to Plaintiff's Fee and Expense Petition (60 days after entry of Preliminary Approval Order)                      |  |  |  |  |
| 21       |   |  |  |  |  |
| 22       | Filing of Plaintiff's Motion for Final Approval and Response<br>to any Objections (28 days prior to final fairness hearing) |  |  |  |  |
| 23       |   |  |  |  |  |
| 24       | Filing of Opposition to Final Approval (14 days prior to final fairness hearing)  |  |  |  |  |
| 25       | Filing of reply in support of Final Approval (7 days prior to   |  |  |  |  |
| 26       | final fairness hearing)   |  |  |  |  |
| 27       | Final fairness hearing held   |  |  |  |  |
| 28       |   |  |  |  |  |
|          |   |  |  |  |  |

# **Exhibit B**

|          | Case 2:20-cv-00897-DJH Document 14-1 Filed 08/12/20 Page 34 of 47                    |  |  |
|----------|--|--|--|
|          |  |  |  |
| 1        |  |  |  |
| 2        |  |  |  |
| 3        |  |  |  |
| 4        |  |  |  |
| 5        |  |  |  |
| 6        |  |  |  |
| 7 8      | UNITED STATES DISTRICT COURT<br>FOR THE DISTRICT OF ARIZONA                          |  |  |
| 8<br>9   | Daniel J. Rodriguez, on behalf of himself ) Case No. 2:20-cv-00897-DJH               |  |  |
| 10       | and others similarly situated,   |  |  |
| 11       | Plaintiff,[PROPOSED] ORDER OF FINALPlaintiff,APPROVAL AND JUDGMENT                   |  |  |
| 12       | vs.  |  |  |
| 13       | QS Next Chapter, LLC f/k/a Express   |  |  |
| 14       | Interlock LLC d/b/a QuickStart Ignition  |  |  |
| 15       | Interlock,   |  |  |
| 16       | Defendant. )   |  |  |
| 17       |  |  |  |
| 18       | On August 12, 2020, Daniel J. Rodriguez ("Plaintiff") filed his unopposed motior     |  |  |
| 19       | to preliminarily approve the parties' proposed class settlement.                     |  |  |
| 20       | On, 2020, First Class, Inc., the Court-appointed Class                               |  |  |
| 21       | Administrator, served the Class Action Fairness Act ("CAFA") notice required by 28   |  |  |
| 22       | U.S.C. § 1715 on the United States Attorney General and the Attorney General for the |  |  |
| 23       | State of Arizona.  |  |  |
| 24       | On, 2020, this Court preliminarily approved the parties                              |  |  |
| 25<br>26 | proposed class settlement.   |  |  |
| 20       | On, 2020, First Class, Inc. distributed to class members                             |  |  |
| 28       | direct mail notice of the parties' proposed class settlement, as ordered.            |  |  |
|          |  |  |  |
|          |  |  |  |
|          | 1  |  |  |

| 1        | On, 2020, Plaintiff filed his unopposed motion to finally  |
|----------|--|
| 2        | approve the parties' proposed class settlement.  |
| 3        | On, 2020, this Court held a fairness hearing regarding   |
| 4        | Plaintiff's and QS Next Chapter, LLC's ("Defendant") proposed class settlement.  |
| 5        | Having considered Plaintiff's unopposed motion, this Court finally approves the  |
| 6        | proposed settlement as follows:  |
| 7        | This Court confirms that it has jurisdiction over this matter and the parties to it.   |
| 8        | This Court confirms its certification of the following class, for settlement   |
| 9        | purposes, under Rule 23(b)(3) of the Federal Rules of Civil Procedure:   |
| 10       | All persons (a) with an address in Arizona, (b) who signed an ignition   |
| 11       | interlock Program Service Agreement with QS Next Chapter, LLC f/k/a  |
| 12       | Express Interlock LLC d/b/a QuickStart Ignition Interlock for personal, family, or household purposes, (c) with an initial lease term greater than |
| 13       | four months, and (d) which was in effect as of December 31, 2019 or had been terminated no earlier than May 8, 2019.                               |
| 14<br>15 | This Court finds that this matter meets the applicable prerequisites for class action  |
| 16       | treatment under Rule 23, namely:   |
| 17       | 1. The class members are so numerous that joinder of all of them is impracticable;   |
| 18       | 2. There are questions of law and fact common to the class members, which  |
| 19       | predominate over any individual questions;   |
| 20       | 3. Plaintiff's claims are typical of the class members' claims;  |
| 21       | 4. Plaintiff and Class Counsel have fairly and adequately represented and  |
| 22       | protected the interests of all of the class members; and   |
| 23       | 5. Class treatment of Plaintiff's claims will be efficient and manageable, thereby   |
| 24       | achieving an appreciable measure of judicial economy, and a class action is  |
| 25       | superior to other available methods for a fair and efficient adjudication of this  |
| 26       | controversy.   |
| 27       | Spencer v. #1 A LifeSafer of Ariz., LLC, No. 18-2225, 2019 WL 1034451 (D. Ariz. Mar.   |
| 28       | 4, 2019) (Bade, M.J.) (certifying Consumer Leasing Act ("CLA") settlement class);  |
|          | Gonzalez v. Germaine Law Office PLC, No. 15-1427, 2016 WL 3360700 (D. Ariz. June   |
|          |  |

1, 2016) (Silver, J.) (certifying settlement class under the Fair Debt Collection Practices
 Act).

This Court also affirms its appointment of Daniel J. Rodriguez as class
 representative for the class, and the following attorney and law firm as class counsel for
 class members:

Jesse S. Johnson Greenwald Davidson Radbil PLLC 7601 N. Federal Hwy., Suite A-230 Boca Raton, Florida 33487

9 Danger v. Nextep Funding, LLC, No. 18-567, 2020 WL 4034822 (D. Minn. July 17,

<sup>10</sup> 2020) (preliminarily approving class settlement under the CLA, Truth in Lending Act

11 ("TILA"), and state usury law, and appointing Greenwald Davidson Radbil PLLC

<sup>12</sup> ("GDR") as class counsel); *Taylor v. TimePayment Corp.*, No. 18-378, 2020 WL 906319

<sup>13</sup> (E.D. Va. Feb. 24, 2020) (approving GDR as class counsel in class settlement under the

<sup>14</sup> CLA, TILA, and state usury law).

6

7

8

17

18

19

20

21

22

23

<sup>15</sup> This Court approves the terms of the parties' settlement, the material terms of <sup>16</sup> which include, but are not limited to:

- 1. Defendant will create a class settlement fund in the amount of \$21,490, which will be distributed on a pro-rata basis to each of the class members who submitted a valid, timely claim form.
  - 2. In addition to his pro-rata share of the settlement fund, Defendant will pay to Plaintiff \$1,500 in recognition of his service to the class.
  - 3. Defendant also will pay all costs of class notice and administration of the settlement separate and apart from any monies paid to Plaintiff, class members, or class counsel.

This Court additionally finds that the parties' class notice, and the distribution thereof, satisfied the requirements of due process under the Constitution and Rule 23(e), that it was the best practicable under the circumstances, and that it constitutes due and sufficient notice to all persons entitled to notice of the class action settlement. *See Decohen v. Abbasi, LLC*, 299 F.R.D. 469, 479 (D. Md. 2014) ("Under the circumstances of this case, when all class members are known in advance, the Court finds that the method of direct mail notice to each class member's last known address—and a second notice if the first was returned as undeliverable—was the best practicable notice.").

This Court similarly finds that the parties' notice program was adequate and gave all class members sufficient information to enable them to make informed decisions as to the parties' proposed settlement, and their rights to object to or opt out of it.

This Court additionally finds that Plaintiff's and Defendant's settlement, on the terms and conditions set forth in their class action settlement agreement, is in all respects fundamentally fair, reasonable, adequate, and in the best interests of the class members.

This Court finds that the class members were given a fair and reasonable opportunity to object to the settlement. [#] class member(s) objected to the settlement. The [#] class members who made valid and timely requests for exclusion are excluded from the class and settlement and are not bound by this order. Those persons are:

This order is binding on all class members, except those individuals who validly and timely excluded themselves from the settlement.

This Court approves the releases set forth in the class action settlement agreement. The released claims are consequently compromised, settled, released, discharged, and dismissed with prejudice by virtue of these proceedings and this order.

This Court awards a total of \$\_\_\_\_\_\_ for class counsel's attorneys' fees and
 reimbursement of counsel's costs and litigation expenses.

This action is dismissed with prejudice as to all issues and as to all parties and claims.

This Court retains continuing and exclusive jurisdiction over the parties and all matters relating this matter, including the administration, interpretation, construction, effectuation, enforcement, and consummation of the settlement and this order.

28

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

17

18

19

# **Exhibit** C

What is this lawsuit about? Daniel J. Rodriguez ("Class Representative") sued QS Next Chapter, LLC f/k/a Express Interlock LLC d/b/a QuickStart Ignition Interlock ("Defendant") alleging that the company offered ignition interlock agreements to consumers that contained improper disclosures under the Consumer Leasing Act ("CLA").

Why did you receive this notice? You received this notice because the Defendant's records identified you as a potential member of the settlement class certified by the court: All persons (1) with an address in Arizona, (2) who signed an ignition interlock agreement with Defendant for personal, family, or household purposes, (3) having an initial term greater than four months, and (4) which was in effect as of December 31, 2019 or had been terminated no earlier than May 8, 2019.

What does the settlement provide? (1) Defendant will establish a settlement fund in the amount of \$21,490 to pay the class members—from which it is estimated that each participating class member will receive between \$17 and \$35; (2) separately from the settlement fund, Defendant will pay the reasonable costs and expenses of administrating the class action settlement; (3) separately from the settlement fund, Defendant also will pay, subject to approval of the Court, reasonable attorneys' fees of up to \$52,000 and reimbursement of costs and litigation expenses of up to \$3,000 to counsel for the Class Representative and the Class; and (4) separately from the settlement fund, Defendant also will pay the Class Representative, subject to approval of the Court, \$1,500 for his service to the Class. In addition, Defendant affirms that it no longer uses the form agreement signed by the Class Representative. But please note that this settlement does not affect the validity of your ignition interlock agreement with Defendant or your responsibility for any remaining payment obligations under that agreement.

What are my legal rights and options? As a class member, you have four options. First, you may timely complete and return the claim form found on the backside of this postcard, in which case you will receive a pro-rata share of the settlement fund in exchange for your release of related claims against Defendant. Second, you may do nothing, in which case you will not receive a pro-rata share of the settlement fund, but you will release any claims that you have against Defendant related to the claims in this case. Third, you may exclude yourself from the settlement, in which case you will not receive a pro-rata share of the settlement. The deadline to you will not release any claims that you have against Defendant. And fourth, you may object to the settlement. The deadline to submit a claim, request exclusion, or object to the settlement is **[DATE]**. To obtain additional information regarding the manner in which you may exercise your legal rights and options, please visit www.gdrlawfirm.com/QSNextChapter, or contact the settlement administrator by writing to: First Class, Inc., c/o **[ADDRESS]**.

When is the final fairness hearing? The Court will hold a final fairness hearing on [DATE], at [TIME]. The hearing will take place in Courtroom 605 of the United States District Court for the District of Arizona, 401 West Washington Street, Phoenix, Arizona 85003. At the final fairness hearing, the Court will consider whether the settlement is fair, reasonable, and adequate and, if so, whether it should be granted final approval. The Court will hear objections to the settlement, if any. The Court may make a decision at that time, postpone a decision, or continue the hearing.

**Front Inside** 

| Front Outside | <ul> <li>This is a notice of a settlement of a class action lawsuit. This is <u>not</u> a notice of a lawsuit against you.</li> <li>You may be entitled to compensation as a result of the settlement in the class action lawsuit captioned:</li> <li><i>Rodriguez v. QS Next Chapter, LLC</i>, 2:20-cv-00897-DJH</li> <li>A federal court authorized this notice. This is not a solicitation from a lawyer. Please read this notice carefully. It summarily employees your wights and end on the set of a solicitation.</li> </ul> | Rodriguez v. QS Next Chapter, LLC         c/o         Bar Code To Be Placed Here         Postal Service: Please do not mark Barcode         ADDRESS SERVICE REQUESTED         CLAIM ID: << ID>>         < <name>&gt;         &lt;<address>&gt;         &lt;<city>&gt;, &lt;<state>&gt; &lt;<zip:< td=""></zip:<></state></city></address></name> | Permit<br>Info here |
|---------------|---|--|---------------------|
|               | explains your rights and options<br>to participate in a class action<br>settlement.   |  |                     |

| Careful   | ly separate at perforation  |               |
|---|---|---------------|
|   | TATES DISTRICT COURT<br>District of Arizona   |               |
|   | z v. QS Next Chapter, LLC,<br>. 2:20-cv-00897-DJH   |               |
|   | CLAIM FORM  |               |
| [admin] ID: «[Admin] ID»<br>«First Name» «Last Name»<br>«Address1»<br>«City», «State» «Zip» | Name/Address Changes:   |               |
| LLC d/b/a QuickStart Ignition Interlock (1) for per   | rvice agreement with QS Next Chapter, LLC f/k/a Express Interlock<br>rsonal, family, or household purposes, (2) with an initial term greater<br>recember 31, 2019 or had been terminated no earlier than May 8, 2019. | Bottom Inside |
|   | IS CLAIM FORM, send your CHANGE OF ADDRESS to the<br>r at the address on the reverse of this form.  |               |
| Signature:  | Date:   |               |
| •   | Must Sign, Date And Mail This Claim Form,<br>ked On Or Before [DATE].   |               |
| exclusion to the Claims Adu   | action settlement you must mail a written request for<br>ministrator, postmarked on or before [DATE].<br>nformation required by the Court's [DATE] Order.   |               |

|  | Please Affix  |
|--|---|
|  | Postage Here  |
|  |   |
|  |   |
| Bar Code To Be Placed Here                 |   |
| Postal Service: Please do not mark Barcode |   |
|  |   |
| Rodriguez v. OS Next Chapter, LLC          |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  | Bar Code To Be Placed Here Postal Service: Please do not mark Barcode Rodriguez v. QS Next Chapter, LLC |

# **Exhibit D**

## UNITED STATES DISTRICT COURT FOR THE DISTRICT OF ARIZONA

## You may benefit from this class action settlement.

You are <u>not</u> being sued.

If you signed an ignition interlock program service agreement with QS Next Chapter, LLC f/k/a Express Interlock LLC d/b/a QuickStart Ignition Interlock (1) for personal, family, or household purposes, (2) having an initial term greater than four months, and (3) which was in effect as of December 31, 2019 or terminated no earlier than May 8, 2019, you may benefit from the settlement of this class action lawsuit.

This case is titled Daniel J. Rodriguez v. QS Next Chapter, LLC, Case No. 2:20-cv-00897-DJH

> A federal court authorized this notice. This is not a solicitation from a lawyer.

| YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT: |  |  |
|---|--|--|
| SUBMIT A CLAIM<br>FORM                            | If you signed an ignition interlock program service agreement with QS Next Chapter, LLC f/k/a Express Interlock LLC d/b/a QuickStart Ignition Interlock (1) for personal, family, or household purposes, (2) having an initial term greater than four months, and (3) which was in effect as of December 31, 2019 or had been terminated no earlier than May 8, 2019, you will receive a cash payment as explained in Section No. 6 below if you submit a valid, timely claim form.  |  |
| DO NOTHING BUT<br>STAY IN THE<br>SETTLEMENT       | If you signed an ignition interlock program service agreement with QS Next Chapter, LLC f/k/a Express Interlock LLC d/b/a QuickStart Ignition Interlock (1) for personal, family, or household purposes, (2) having an initial term greater than four months, and (3) which was in effect as of December 31, 2019 or had been terminated no earlier than May 8, 2019, but you do <i>not</i> submit a valid, timely claim form, you will receive no benefits while also giving up your legal claims against QS Next Chapter, LLC. |  |
| EXCLUDE<br>YOURSELF                               | You will receive no benefits, but you will not be giving up your legal claims against QS Next Chapter, LLC.  |  |
| OBJECT  | Write to the Court about why you don't like the settlement. You may also appear at the fairness hearing.   |  |
| GO TO A HEARING                                   | Ask to speak in Court about the fairness of the settlement.  |  |

These rights and options, and the deadlines to exercise them, are explained below.

## 1. Why did I get this notice?

The plaintiff, Daniel J. Rodriguez ("Plaintiff"), filed a class action lawsuit alleging that the defendant, QS Next Chapter, LLC f/k/a Express Interlock LLC d/b/a QuickStart Ignition Interlock ("Defendant"), violated the Consumer Leasing Act ("CLA") by offering him an ignition interlock program service agreement with inadequate disclosures. You received this notice because you have been identified from the Defendant's records as a person who signed a similar program service agreement during the relevant time period.

### 2. What is this lawsuit about?

In this lawsuit, Plaintiff claimed that Defendant violated the CLA by failing to provide in his program service agreement certain required disclosures under the CLA concerning the agreement's financial terms and other relevant provisions. Defendant denies that its conduct violated the CLA or any other applicable law.

### 3. Why is this a class action?

In a class action, one or more people called Class Representatives (in this case, Daniel J. Rodriguez) sue on behalf of a group of people (or a "Class") who have similar claims. You are potentially a member of the Class.

4. Why is there a settlement?

In order to avoid the cost, risk, and delay of litigation, and uncertainty of trial, the parties agreed to settle. Plaintiff and class counsel believe the settlement is fair, reasonable, and adequate.

# 5. How do I know if I am part of the settlement?

The Court has decided that everyone falling under the following definition is a Class Member:

All persons (a) with an address in Arizona, (b) who signed an ignition interlock Program Service Agreement with QS Next Chapter, LLC f/k/a Express Interlock LLC d/b/a QuickStart Ignition Interlock for personal, family, or household purposes, (c) with an initial lease term greater than four months, and (d) which was in effect as of December 31, 2019 or had been terminated no earlier than May 8, 2019.

You have been identified via the Defendant's records as a potential member of this Class. There are approximately 6,140 potential Class Members.

## YOUR BENEFITS UNDER THE SETTLEMENT

## 6. What can I get from the settlement?

Everyone who submits a valid, timely claim form will receive a cash payment, though the amount of that payment will depend on the number of Class Members who participate. If every Class Member participates in the settlement, each class member will receive a cash payment of approximately \$3.50 from the \$21,490 settlement fund. But based on historical participation rates in this type of case, Class Counsel anticipates that participating class members will each receive between \$17 and \$35.

Please note that this settlement does not affect the validity of your ignition interlock program service agreement with Defendant or your responsibility for any remaining payment obligations under that agreement.

## 7. When will I receive these benefits?

If you submit a valid, timely claim form, and if the settlement is approved by the Court, you will receive these benefits approximately 60 days after the settlement has been finally approved.

8. I want to be a part of the settlement and receive these benefits. What do I do?

You must submit a valid, timely claim form postmarked **no later than [DATE]**. If you do not submit a claim form, you will not be entitled to share in the settlement fund.

### 9. What am I giving up to receive these benefits?

By staying in the settlement, all of the Court's orders will apply to you, and you give Defendant a "release." A release means you can't sue or be part of any other lawsuit against Defendant about the claims or issues in this lawsuit.

### **10. How much will the Class Representative receive?**

The Defendant will pay \$1,500 to the Class Representative for his service to the Class, subject to the court's approval. This amount will be paid entirely separate from the class settlement fund.

### **EXCLUDING YOURSELF FROM THE SETTLEMENT**

If you don't want to receive the benefits of the settlement, but you want to keep your legal claims against the Defendant, then you must take steps to get out of the Class. This is called excluding yourself.

# 11. How do I get out of the settlement?

To exclude yourself from the settlement, you must send a letter by mail stating that you want to be excluded from *Daniel J. Rodriguez v. QS Next Chapter, LLC*, Case No. 2:20-cv-00897-DJH. Be sure to include your name, address, telephone number, email address (if applicable), signature, and the name and number of this case. You must mail your exclusion request so that it is postmarked **no later than [DATE]**, and sent to the following address:

First Class, Inc. 5410 Roosevelt Road, Suite 222 Chicago, IL 60644

# **12. If I exclude myself, do I still receive benefits from this settlement?**

No, you will not receive anything resulting from the settlement of this case, but you will have the right to sue Defendant over the claims raised in this case on your own in a different lawsuit. If you exclude yourself, the time you have in which to file your own lawsuit (called the "statute of limitations") will begin to run again. You will have the same amount of time to file the suit that you had when this case was filed.

## THE LAWYERS REPRESENTING YOU

## 13. Do I have a lawyer in this case?

The Court has named the law firm of Greenwald Davidson Radbil PLLC as Class Counsel. If you want to be represented by your own lawyer, you may hire one at your own expense. If you choose to hire your own lawyer, he or she must file an appearance by **[DATE]**.

### **14. How will the lawyers be paid?**

Class Counsel, Greenwald Davidson Radbil PLLC, will ask the Court for an award of attorneys' fees of up to \$52,000 and reimbursement of costs and litigation expenses of up to \$3,000. You will not be charged by these lawyers; however, they will receive a payment from the Defendant in an amount of up to \$55,000, subject to Court approval. Any monies awarded to Class Counsel will be paid by Defendant separate from the settlement fund. In other words, payment of Class Counsel's attorneys' fees, costs, and litigation expenses will not diminish the Class Members' recoveries.

### CLASS COUNSEL'S VIEWS ABOUT THE SETTLEMENT

## **15. Is this a fair settlement?**

The CLA is a federal statute that provides for both individual actions and class actions.

In an individual action, the person bringing the suit may recover (i) any actual damages suffered; and (ii) statutory damages of 25% of the total amount of monthly payments owed under the lease. In a class action, the maximum possible recovery is (i) any actual damages suffered by the class members, and (ii) the lesser

of 1% of the Defendant's net worth or \$1,000,000. The Court, in its discretion, may award anything from \$0 up to the maximum amount to a prevailing party. In either an individual or a class action, the person bringing the suit can also recover attorneys' fees and the expenses of prosecuting the suit, if it is successful.

In light of the violations alleged, the damages allowed under the CLA, and given Defendant's book value net worth, Class Counsel believes this is a fair settlement.

## **16.** What is the Defendant's view of this settlement?

As stated above, by settling this lawsuit, Defendant is not admitting that it has done anything wrong. Defendant expressly denies the claims asserted by Plaintiff and denies all allegations of wrongdoing and liability.

### **OBJECTING TO THE SETTLEMENT**

You can tell the Court that you do or do not agree with the settlement or some part of it.

## 17. How do I tell the Court that I do not like the settlement?

If you are a Class Member, you can object to the settlement. In order to object to the settlement or any part of the settlement, you must submit your objection to the Court by **[DATE]** at the address listed below, stating that you object and the reasons why you think the Court should not approve the settlement. You must include the name and number of the case: *Daniel J. Rodriguez v. QS Next Chapter, LLC*, Case No. 2:20-cv-00897-DJH, your name, address, telephone number, email address (if applicable), signature, and the name and number of this case. If you are objecting to the settlement, you may also appear at the fairness hearing (explained below).

Clerk of Court United States District Court for the District of Arizona – Phoenix Division Sandra Day O'Connor U.S. Courthouse, Suite 130 401 West Washington Street, SPC1 Phoenix, AZ 85003-2118

In addition to filing your objection with the Court, you must also mail your written objection so that it is postmarked no later than **[DATE]** to both of the following addresses:

Jesse S. Johnson Greenwald Davidson Radbil PLLC 7601 N. Federal Hwy., Suite A-230 Boca Raton, FL 33487 David E. Funkhouser III Spencer Fane LLP 2415 E. Camelback Road, Suite 600 Phoenix, AZ 85016

#### THE FAIRNESS HEARING

The Court will hold a hearing to decide whether to approve the settlement. You may attend if you wish, but you are not required to do so.

# **18. Where and when is the fairness hearing?**

The Court will hold a fairness hearing at **[TIME]** on **[DATE]** in **Courtroom 605** of the **United States District Court for the District of Arizona, 401 West Washington Street, Phoenix, Arizona 85003**. The purpose of the hearing will be for the Court to determine whether the proposed settlement is fair, reasonable and adequate and in the best interests of the Class, and to determine the appropriate amount of compensation for Class Counsel. At that hearing the Court will be available to hear any objections and arguments concerning the fairness of the proposed settlement.

The hearing may be postponed to a later date without notice.

# YOU ARE NOT REQUIRED TO ATTEND THIS HEARING.

## GETTING MORE INFORMATION

# 19. How do I get more information?

This notice is only a summary of the proposed settlement of this lawsuit. All pleadings and documents filed with the Court, including the class action settlement agreement, may be reviewed or copied in the Clerk of Court, United States District Court for the District of Arizona.

**Please do <u>not</u> call the Judge about this case**. *Neither the Judge, nor the Clerk of Court, will be able to give you advice about this case. Furthermore, Defendant's attorneys do not represent you and cannot give you legal advice.* 

You can call Greenwald Davidson Radbil PLLC, 7601 N. Federal Hwy., Suite A-230, Boca Raton, FL 33487, the firm representing the Class, at (561) 826-5477 if you have any questions. Before doing so, please read this full notice carefully. You can also send an email to <u>jjohnson@gdrlawfirm.com</u> or obtain information through Class Counsel's website at <u>www.gdrlawfirm.com/QSNextChapter</u>.

20. What if I have a new address?

If you wish to notify the class administrator of a new address, please do so by writing to:

First Class, Inc. 5410 Roosevelt Road, Suite 222 Chicago, IL 60644