Named Plaintiffs Jay Morgan and Daniel Mydland worked for Silverstreak brought this action individually and on behalf of a proposed class of current and former non-exempt employees of Defendants Silverstreak Inc. and Tina Marie Benson, its President and CEO, (collectively, "Silverstreak") ("Defendant") alleging various wage and hour abuses committed by Defendants against Plaintiffs and the proposed Class. *See* Class Action Complaint.

Specifically, Plaintiffs allege Defendant has engaged in a scheme of wage and hour violations common against the proposed class under Washington law, including:

- 1. Silverstreak fails to pay minimum wages to drivers for all hours worked;
- 2. Silverstreak fails to pay drivers at the prevailing wage rate for all work performed on public works contracts;
- 3. Silverstreak fails to pay overtime compensation at the prevailing wage rate when drivers work more than 8 hours a day on public works projects;
- 4. Silverstreak fails to provide rest breaks to drivers and ensure those breaks are taken;
- 5. Silverstreak fails to provide meal breaks to drivers and ensure those breaks are taken; and
- 6. Silverstreak makes unlawful deductions from drivers' pay.

Finally Plaintiffs allege that Defendant's above-mentioned violations as to the Plaintiffs and proposed class were "willful" within the meaning of RCW 49.52.050 and RCW 49.52.070.

B. The Proposed Class.

Plaintiffs' Motion seeks to limit the proposed class from all non-exempt employees to just non-exempt driver employees of Defendant. Thus, Plaintiffs assert the following definition for the proposed class (the "Class"):

All current and former employees of Silverstreak, Inc., who at any time from March 29, 2016 through the date of final disposition worked as drivers for the company while based or residing in the State of Washington.

26

27

C. The Proposed Class' Claims

Plaintiffs assert the following claims against Defendant individually and on behalf of the Class members:

- 1. Silverstreak fails to pay minimum wages to drivers for all hours worked:
- 2. Silverstreak fails to pay drivers at the prevailing wage rate for all work performed on public works contracts;
- 3. Silverstreak fails to pay overtime compensation at the prevailing wage rate when drivers work more than 8 hours a day on public works projects;
- 4. Silverstreak fails to provide rest breaks to drivers and ensure those breaks are taken;
- 5. Silverstreak fails to provide meal breaks to drivers and ensure those breaks are taken; and
- 6. Silverstreak makes unlawful deductions from drivers' pay; and
- 7. Defendants willfully committed the above violations.

III. ANALYSIS

The four prerequisites to class certification are numerosity, commonality, typicality, and adequacy of representation. CR 23(a); see also Moeller v. Farmer's Ins. Co., Inc., 173 Wn.2d 264, 278, 267 P.3d 998 (2011); Pellino v. Brink's Inc., 164 Wn. App. 668, 682, 267 P.3d 383 (2011). In addition, one of the three conditions of CR 23(b) must be met. CR 23(b); see also Moeller, 173 Wn.2d at 279; Pellino, 164 Wn. App. at 682–83. Here, Plaintiffs seek certification under CR 23(b)(3), which requires a finding that questions of law or fact common to class members predominate over any questions affecting only the individual members and that a class action is superior to other available methods for the fair and efficient adjudication of the controversy.

CR 23 is liberally interpreted because the "rule avoids multiplicity of litigation, saves members of the class the cost and trouble of filing individual suits, and also frees the defendant from the harassment of identical future litigation." *Moeller*, 173 Wn.2d at 278. Because a class

is always subject to later modification or decertification, "the trial court should err in favor of certifying the class." *Id.*; *see also Hill v. Garda CL Nw., Inc.,* 198 Wn. App. 326, 340, 394 P.3d 390, 398 (2017), *review granted in part, denied in part,* 189 Wn.2d 1016, 403 P.3d 839 (2017)

B. Plaintiffs Satisfy the Requirements for Class Certification Under Rule 23(a).

1. The Numerosity Requirement Is Satisfied.

The first prerequisite for certification is that the class is "so numerous that joinder of all members is impracticable." CR 23(a)(1). Although there is no fixed rule, more than 40 members generally suffice. *Miller v. Farmer Bros. Co.*, 115 Wn. App. 815, 821-22, 64 P.3d 49 (2003).

Here, the Class consists of at least 171 current and former drivers of Defendant. Numerosity has been satisfied.

2. There Are Numerous Questions of Law and Fact Common to the Class.

The second prerequisite for class certification is the existence of "a single issue common to all members of the class." *Smith v. Behr Process Corp.*, 113 Wn. App. 306, 320, 54 P.3d 665 (2002); *see also* CR 23(a)(2). Washington courts have noted, "there is a low threshold to satisfy this test." *Behr Process*, 113 Wn. App. at 320. If a defendant has "engaged in a common course of conduct' in relation to all potential class members," class certification is appropriate regardless of whether "different facts and perhaps different questions of law exist within the potential class." *Brown v. Brown*, 6 Wn. App. 249, 255, 492 P.2d 581 (1971); *accord Miller*, 115 Wn. App. at 825. Furthermore, a common course of conduct need not affect all potential class members uniformly. Instead, a "common" question is one that is "characteristic of a *usual* type or standard: *representative* of a type." *Anfinson v. FedEx Ground Package Sys., Inc.*, 174 Wn.2d 851, 875, 281 P.3d 289 (2012) (emphasis in original) (citation omitted).

"[C]laims by workers that their employers have unlawfully denied them wages to which they were legally entitled have repeatedly been held to meet the prerequisites for class certification[],' including commonality." *Mendis v. Schneider Nat'l Carriers, Inc.*, C15-0144-JCC, 2017 WL 497600, at *2 (W.D. Wash. Feb. 7, 2017) (quoting Ramos v. SimplexGrinnell LP,

26

27

1

2

796 F. Supp. 2d 346, 355 (E.D.N.Y. 2011)). Washington courts have a long history of favoring class actions for wage and hour claims, including the claims alleged here. *See e.g.*, *Chavez v. Our Lady of Lourdes Hosp. at Pasco*, 190 Wn.2d 507, 511, 415 P.3d 224 (2018) (reversing trial court's failure to certify a class of nurses for unpaid rest breaks); *Pellino*, 164 Wash. App. 668, 699 (2011) (affirming class certification as to employer's common policy related driver employees' mandatory breaks); *Mendis v. Schneider Nat'l Carriers, Inc.*, C15-0144-JCC, 2017 WL 497600, at *2-*7 (W.D. Wash. Feb. 7, 2017) (certifying a class of drivers as to employer's common policies related to rest breaks, unlawful wage deductions, and overtime violations under Washington wage laws); *Miller*, 136 Wn.App. at 657-665 (affirming class certification as to employer's common policy related to overtime).

Common questions of law and fact arise from Defendant's conduct as to the Class, including whether Defendants and their policies lead to:

- failing to properly compensate drivers for all hours worked;
- failing to pay prevailing wages to drivers for all hours of work performed on public works contracts;
- failing to pay all overtime wages owed to drivers for hours worked in excess of forty per workweek;
- failing to pay all overtime wages owed to drivers for hours worked beyond eight per day on public works contracts;
- failing to provide drivers with the rest and meal breaks to which they are entitled;
- of failing to ensure drivers have taken the rest and meal breaks to which they are entitled;
- · making unlawful deductions from the wages of drivers; and
- willfully violating the above wage and hour violations.

Due to these common questions among the Class, the Court finds the commonality requirement is satisfied.

¹ Because Civil Rule 23 is based on its federal counterpart, interpretations of analogous provisions by federal courts are persuasive to the extent they do not contradict the decisions of Washington's courts. *Pickett v. Holland Am. Line-Westours, Inc.*, 145 Wn.2d 178, 188, 35 P.3d 351 (2001).

3. The Claims of Plaintiffs are Typical of the Class Claims.

D. The third prerequisite for certification is that the claims of Plaintiffs are typical of the proposed class. CR 23(a)(3). "Typicality is satisfied if the claim 'arises from the same event or practice or course of conduct that gives rise to the claims of other class members, and if his or her claims are based on the same legal theory." *Pellino*, 164 Wn. App. at 684 (quoting *Behr Process*, 113 Wn. App. at 320 (citation omitted)). "Where the same unlawful conduct is alleged to have affected both named plaintiffs and the class members, varying fact patterns in the individual claims will not defeat the typicality requirement." *Id*.

Plaintiffs claims are typical of the Class members' claims because they all arise from the same conduct of Defendants and are based on the same legal theories, namely alleged systematic violations of the Washington wage and hour laws at issue. The record shows that Plaintiffs were drivers, like the rest of the proposed class. The harm suffered was of a similar nature to that of the Class and arose from Defendants' uniform pay policies and practices. Plaintiffs' claims are based on the same legal theory and statutes as to the Class.

- 4. The Named Plaintiffs and Thier Counsel Will Fairly and Adequately Protect the Interests of the Class.
- E. The fourth prerequisite for certification is a finding that the named plaintiff will "fairly and adequately protect the interest of the class." CR 23(a)(4). This test is satisfied if the named plaintiff is able to prosecute the action vigorously through qualified counsel, and the plaintiff does not have interests antagonistic to those of absent class members. *See Hansen v. Ticket Track, Inc.*, 213 F.R.D. 412, 415 (W.D. Wash. 2003).

With respect to the first element, Plaintiffs' counsel have extensive experience certifying, litigating, trying, and settling class actions, including wage and hour actions involving the same laws and regulations at issue here.

With respect to the second element, Plaintiffs claims are coextensive with and not antagonistic to the claims asserted on behalf of the Class. Plaintiffs alleged to have suffered the same injuries as the Class.

The adequacy requirement is satisfied.

C. Plaintiffs Meet the Requirements for Certification under Rule 23(b)(3).

1. <u>Common Factual and Legal Questions Concerning Defendant's Conduct Predominate Over Any Individual Damages Issues.</u>

The predominance requirement "is not a rigid test, but rather contemplates a review of many factors, the central question being whether 'adjudication of the common issues in the particular suit has important and desirable advantages of judicial economy compared to all other issues, or when viewed by themselves." *Sitton v. State Farm Mut. Auto. Ins. Co.*, 116 Wn.App. 245, 254, 63 P.3d 198 (2003) (*quoting* 1 Newberg & Conte, Newberg on Class Action, § 4:25, at 4-86(3rd ed. 1992). The requirement "is not a demand that common issues be dispositive, or even determinative '[A] single common issue may be the overriding one in the litigation, despite the fact that the suit also entails numerous remaining individual questions." *Id.* In deciding whether common issues predominate, the Court "is engaged in a pragmatic inquiry into whether there is a common nucleus of operative facts to each class member's claim." *Behr Process*, 113 Wn. App. at 323.

The focus of this case is on the lawfulness of Defendants' uniform policies and practices. To prevail on their claims, Plaintiffs must demonstrate that Defendants engaged in a pattern and practice of violating the Washington laws at issue. These common issues will predominate at trial.

While the amount of damages to which the members of the Class are entitled must be calculated, the fact that those damages may be varied does not preclude class certification *See Chavez* 190 Wash. 2d at 523 ("Where individual damages are small, the class vehicle is usually deemed to be superior"); *see also, Rodriguez v. Carlson*, 166 F.R.D. 465, 479 (E.D. Wash. 1996). Because common issues predominate over any individualized issues, the predominance requirement is satisfied.

2. Plaintiffs Satisfy the Superiority Requirement.

Before granting certification under CR 23(b)(3), the Court must find that a class action is the superior means of adjudicating this controversy. "This requirement focuses upon a comparison of available alternatives." *Sitton*, 116 Wn. App. at 256. Factors to be considered include "conserving time, effort and expense; providing a forum for small claimants; and deterring illegal activities." *Id.* at 257 (citation omitted). The Court also looks at the interest of Class members in individually controlling the prosecution of claims, the extent of any litigation already commenced by Class members, the desirability of concentrating the suit in this forum, and any difficulties that may be encountered in managing the action. CR 23(b)(3)(A)-(D).

There are more than 171 drivers. Joinder of all drivers would be inferior to a class action. It would be a burden on the Court to manage the claims of 171 separate Plaintiffs. Also filing 171 different claims would be a drain on judicial resources. A class action may be superior if class litigation of common issues will reduce litigation costs and promote greater efficiency, or if no realistic alternative exists." *Chavez* 190 Wash. 2d at 522-23. Here, forcing numerous plaintiffs to litigate the alleged pattern or practice of underpaying statutory wage claims in repeated individual trials runs counter to the very purpose of the class action. Class treatment conserves judicial resources and promotes consistency and efficiency of adjudication for both the Defendants and Plaintiffs. *Id*.

Here, Plaintiffs' claims raise numerous common factual and legal issues. In addition, class treatment conserves judicial resources and promotes consistency and efficiency of adjudication. Given the large number of Class members and the common issues, a class action is the most appropriate means of adjudicating the claims arising out of Defendants' common course of conduct.

Additionally, it is likely that most Class members lack the resources necessary to seek legal redress against Defendants for their misconduct and, without class treatment, would have no effective remedy for their injuries.

3. This Case Presents No Management Difficulties.

"[O]ne of the elements that goes into the balance to determine the superiority of a class action in a particular case" is "manageability." *Sitton*, 116 Wn. App. at 257 (citation omitted). Trial courts have a "variety of procedural options to reduce the burden of resolving individual damage issues, including bifurcated trials, use of subclasses or masters, pilot or test cases with selected class members, or even class decertification after liability is determined." *Chavez*, 190 Wash. 2d at 521 (*citing Sitton*, 116 Wn. App. at 255).

Here, the Court will not face any difficulties managing and resolving the case. Liability turns on Defendants' conduct, which was uniform with respect to Class and subclass members, and there are various ways in which to manageably determine any resulting damages.

4. Constitutionally Sound Notice Can Be Provided to Class Members.

To protect their rights, absent class members must be provided with the best notice practicable when an action is certified under Rule 23(b)(3). CR 23(c)(2); *see also Eisen v. Carlisle & Jacquelin*, 417 U.S. 156, 174-175, 94 S. Ct. 2140, 40 L. Ed. 2d 732 (1974). Here, Defendant has already produced a list of all drivers who worked for the company during the Class period, which includes each person's last known mailing address.

In addition, notice can be published on a website maintained and updated by Plaintiffs' attorneys. Together, these approaches will provide the best practicable notice to the Class members.

F. If the parties are unable to agree on the form of notice, Plaintiffs shall present their proposed form to the Court for approval.

1	PRESENTED BY:	TERRELL MARSHALL LAW GROUP PLLC
2	2	By: _/s/ Toby J. Marshall, WSBA #32726
3	3	Toby J. Marshall, WSBA #32726 Email: tmarshall@terrellmarshall.com
4		Maria Hoisington-Bingham, WSBA #51493 Email: mhoisington@terrellmarshall.com
5		936 North 34th Street, Suite 300
6		Seattle, Washington 98103-8869 Telephone: (206) 816-6603
7		Facsimile: (206) 319-5450
9		By: <u>/s/ Hardeep S. Rekhi, WSBA #</u> 34579 Hardeep S. Rekhi, WSBA #34579
10	0	Email: hardeep@rekhiwolk.com Gregory A. Wolk, WSBA #28946
11	1	Email: hardeep@rekhiwolk.com Jaime Heimerl, WSBA #49100
12	2	Email: jaime@rekhiwolk.com Daniel Cairns, WSBA 49950
13	3	Email: daniel@rekhiwolk.com REKHI & WOLK, P.S.
14	4	529 Warren Ave North, Suite 201
15	5	Seattle, Washington 98109 Telephone: (206) 388-5887
16	6	Facsimile: (206) 577-3924
17	7	Attorneys for Plaintiffs
18		
19		
20		
21		
22		
23		
24		
2526		
27		

CASE No. 19-2-08785-4 KNT

King County Superior Court Judicial Electronic Signature Page

Case Number: 19-2-08785-4

Case Title: MORGAN vs SILVERSTREAK ET ANO

Document Title: ORDER RE ORDER GRANTING CLASS CERTIFICATION

Signed By: Nicole Phelps
Date: January 14, 2021

Judge/Commissi

Nicole Phelps

Hhioli O. Steines Phelps

oner/ProTem:

This document is signed in accordance with the provisions in GR 30.

Certificate Hash: 5CEAF99B5D813355B7C04C2624CC7F995025711C

Certificate effective date: 1/3/2017 2:31:39 PM Certificate expiry date: 1/3/2022 2:31:39 PM

Certificate Issued by: C=US, E=kcscefiling@kingcounty.gov, OU=KCDJA,

O=KCDJA, CN="Nicole Phelps: 4CVHUKnx4xGNHB4AHl1GsA=="