#### IN THE CIRCUIT COURT OF COOK COUNTY, ILLINOIS COUNTY DEPARTMENT, CHANCERY DIVISION

TINA VELASCO, individually and on behalf of all others similarly situated,

*Plaintiff*,

v.

BELMONT GROCERIES, LLC, d/b/a RICH'S FRESH MARKET Case No. 2023-CH-01077

Calendar 14

Courtroom 2301

Hon. Clare J. Quish

Defendant.

#### **CLASS ACTION SETTLEMENT AGREEMENT**

This Class Action Settlement Agreement ("Settlement Agreement") is entered into and among Plaintiff Tina Velasco ("Velasco" or "Plaintiff"), for herself individually and on behalf of the Settlement Class, and Belmont Groceries, LLC ("Belmont" or "Defendant") (Plaintiff and Defendant are referred to individually as a "Party" and collectively as the "Parties"). This Settlement Agreement is intended by the Parties to fully, finally, and forever resolve, discharge, and settle the Released Claims and subject to the terms and conditions hereof, and is subject to the approval of the Court.

#### **RECITALS**

A. On February 2, 2023, Plaintiff filed a putative class action complaint against Defendant in the Circuit Court of Cook County, Illinois, alleging a claim for damages, injunctive relief, costs, and attorneys' fees under the Biometric Information Privacy Act, 740 ILCS 14/1–99 ("BIPA"), related to the alleged unauthorized collection and storage of her biometric data, allegedly collected through Defendant's timekeeping system. Plaintiff sought to represent a class of all Defendant's employees similarly situated. B. On June 20, 2023, Erie Insurance Company instituted a declaratory action against Belmont, and Velasco as a nominal defendant, in the Circuit Court of Cook County, Chancery Division, asserting that it had no duty to defend or indemnify Belmont for the claims asserted by Velasco. *See Erie Ins. Co. v. Belmont Groceries, LLC, et al.*, No. 2023-CH-05794 (Cir. Ct. Cook Cty., Chancery Div., Cal. 14).

C. On September 14, 2023, Plaintiff amended her complaint to add claims that Defendant disclosed her biometric data in violation of BIPA.

D. Defendant answered the amended complaint on November 13, 2023, and Plaintiff served written discovery on Defendant on November 15, 2023.

E. On July 26, 2024, Velasco filed a second amended class action complaint against Belmont, adding claims for intrusion upon seclusion.

F. While Belmont was preparing its initial answer, the parties began to discuss settlement. After exchanging discovery and information concerning Belmont's financial condition, the parties agreed to participate in a settlement conference with Judge Alison Conlon of the Circuit Court of Cook County, Chancery Division, on July 2, 2024.

G. The July 2, 2024 settlement conference with Judge Conlon did not result in a settlement, but the parties continued their discussions and had another settlement conference with Judge Conlon on August 30, 2024. The August 30, 2024 settlement conference resulted in substantial progress, but still no settlement. On September 27, 2024, the parties reached an agreement in principle to resolve this action and the associated insurance-coverage declaratory actions.

H. Plaintiff and Class Counsel conducted a comprehensive examination of the law and facts relating to the allegations in the complaint and Defendant's asserted and potential

defenses. Plaintiff believes that the claims asserted in the Action have merit, that she would have ultimately succeeded in obtaining certification of the proposed Settlement Class, and that she would have prevailed on the merits at summary judgment or at trial. But Plaintiff and Class Counsel recognize that Defendant has raised legal and factual defenses in the Action that presented a risk that Plaintiff may not prevail, that a class may not be certified, or that any class definition or class-wide recovery may be limited. Class Counsel have also taken into account the uncertain outcome and risks of any litigation, especially in complex actions, as well as the difficulty and delay inherent in such litigation, and Defendant's limited ability to fund a judgment, particularly in light of the risks present in the insurance-coverage actions. Plaintiff and Class, and one that will be provided to the Settlement Class without delay. Therefore, Plaintiff believes it is desirable that the Released Claims be fully and finally compromised, settled, and resolved with prejudice, and barred pursuant to the terms and conditions set forth in this Settlement Agreement.

I. Defendant denies all allegations of wrongdoing and liability, denies all material allegations in the complaint, and has asserted defenses against Plaintiff's claims. Defendant believes that its defenses have merit and that Defendant would ultimately prevail in this action. Nevertheless, Defendant has similarly concluded that this Settlement Agreement is desirable to avoid the time, risk, and expense of defending protracted litigation, and to avoid the risk posed by the Settlement Class's claims for statutory liquidated damages under BIPA. Defendant, without admitting to the merit of Plaintiff's claims and/or the lack of merit with respect to any defenses, thus desires to resolve finally and completely all pending and potential claims of Plaintiff and the Settlement Class. If the terms of this Settlement Agreement are not ultimately

approved, Defendant retains all rights and defenses against Plaintiff's claims, including the right to contest class certification and/or to assert any and all other defenses.

J. The parties agree that as of August 2, 2022, Defendant implemented a BIPAcompliant biometric consent process, including a biometric-consent form and data retention/destruction policy.

NOW, THEREFORE, IT IS HEREBY STIPULATED AND AGREED, by and among Plaintiff, the Settlement Class, and Defendant that, subject to Court approval after a hearing as provided in this Settlement Agreement, and in consideration of the benefits flowing to the Parties from the settlement set forth herein, the Released Claims shall be fully and finally compromised, settled, and released, and the Action shall be dismissed with prejudice, upon and subject to the terms and conditions set forth in this Settlement Agreement.

#### <u>AGREEMENT</u>

#### 1. **DEFINITIONS**

As used herein, in addition to any definitions set forth elsewhere in this Settlement Agreement, the following terms shall have the meanings set forth below:

1.1. "Action" means the case captioned *Velasco v. Belmont Groceries, LLC*, Case No.
2023-CH-01077 (Circuit Ct. of Cook County).

**1.2.** "Agreement" or "Settlement Agreement" means this Class Action Settlement Agreement.

**1.3.** "Class Counsel" means J. Dominick Larry of Nick Larry Law LLC.

**1.4.** "Class Representative" means the named Plaintiff in this Action, Tina Velasco.

**1.5. "Court"** means the Circuit Court of Cook County, Illinois, County Department, Chancery Division, Calendar 14, the Honorable Clare J. Quish presiding, or any judge who shall succeed her as the Judge assigned to the Action.

1.6. "Defendant" or "Belmont" means Belmont Groceries, LLC

1.7. "Defendant's Counsel" or "Belmont's Counsel" means attorney John Ochoa of Amundsen Davis, LLC.

1.8. "Effective Date" means the date on which this Settlement Agreement shall become effective, and shall be defined as one business day after each and every of the following events have occurred: (i) this Settlement Agreement has been executed by the Parties; (ii) the Court has entered a Preliminary Approval Order; (iii) the Notice has been given to the Settlement Class Members; (iv) the Court has held a Final Approval Hearing and entered a Final Approval Order; (v) the later of the following events: when the period for filing any appeal, writ or other appellate proceeding opposing the Settlement Agreement has elapsed without any appeal, writ or other appellate proceeding having been filed; or any appeal, writ or other appellate proceeding opposing the Settlement has been dismissed finally and conclusively with no right to pursue further remedies or relief; or any appeal, writ or other appellate proceeding has upheld in all respects the Court's Final Approval Order approving the Settlement Agreement with no right to pursue further remedies or relief. It is the intention of the Parties that the Settlement Agreement shall not become effective until the Court's Order approving the Settlement Agreement is completely final, and there is no further recourse by any person who seeks to contest the Settlement.

**1.9. "Escrow Account"** means the separate, interest-bearing escrow account to be established by the Settlement Administrator under terms acceptable to Class Counsel and

Defendant at a depository institution insured by the Federal Deposit Insurance Corporation. The money in the Escrow Account shall be invested in the following types of accounts and/or instruments and no other: (a) demand-deposit accounts and/or (b) time-deposit accounts and certificates of deposit, in either case with maturities of 45 days or less. Any interest earned on the Escrow Account shall inure to the benefit of the Settlement Class as part of the Settlement Payment, if practicable. The Settlement Administrator shall be responsible for all tax filings with respect to the Escrow Account.

**1.10. "Fee Award"** means the amount of attorneys' fees and reimbursement of costs to Class Counsel by the Court, to be paid out of the Settlement Fund.

**1.11. "Final Approval Hearing"** means the hearing before the Court where the Plaintiff will request that the Final Judgment be entered by the Court finally approving the Settlement as fair, reasonable, and adequate, and approving the Fee Award and incentive award to the Class Representative.

**1.12. "Final Judgment"** means the final judgment to be entered by the Court approving the settlement of the Action in accordance with this Settlement Agreement after the Final Approval Hearing.

1.13. "Incentive Award" shall have the meaning ascribed to it as set forth in Section8.3 of this Agreement.

**1.14. "Notice"** means the notice of this proposed Settlement and Final Approval Hearing, which is to be disseminated to the Settlement Class substantially in the manner set forth in this Settlement Agreement, shall fulfill the requirements of Due Process and 735 ILCS 5/2-801, and will be substantially in the form of Exhibits A and B attached hereto, along with Spanish translations of the same, and Polish and Ukrainian translations of the long-form notice.

**1.15. "Notice Date"** means the date by which the Notice is disseminated to the Settlement Class, which shall be a date no later than 30 days after entry of Preliminary Approval.

**1.16. "Objection/Exclusion Deadline"** means the date by which a written objection to the Settlement Agreement must be filed with the Court or a request for exclusion submitted by a Settlement Class member must be postmarked or otherwise received by the Settlement Administrator, which shall be designated as a date 56 days after the Notice Date, as approved by the Court. The Objection/Exclusion Deadline will be set forth in the Notice and on the Settlement Website.

1.17. "Plaintiff" means Tina Velasco.

**1.18. "Preliminary Approval"** means the Court's order preliminarily approving the Settlement Agreement, certifying the Settlement Class for settlement purposes, and approving the form and manner of the Notice.

1.19. "Released Claims" means any and all past and present claims, causes of action, demands, liabilities, rights, damages, penalties, costs, fees (including attorneys' fees), and/or other actual or potential obligations, whether known or unknown (including "Unknown Claims" as defined below), arising out of, related to, or connected in any manner to allegations in the Complaint that Defendant captured, collected, stored, possessed, used, transferred, or disclosed the Settlement Class members' biometric identifiers and/or biometric information, including but not limited to claims arising under the Biometric Information Privacy Act, 740 ILCS §§ 14/1–99, and any other *related* state, local, or federal law, regulation, ordinance, or common law, as well as *related* claims for statutory damages, liquidated damages, actual damages, compensatory damages, punitive damages, penalties, attorneys' fees and costs, expenses, and interest, including

but not limited to any and all claims that were made or that could have been made by Plaintiff in this Action.

1.20. "Released Parties" means jointly and severally, and individually and collectively, to Belmont Groceries, LLC, and any or all of its past, present, and future, direct or indirect, current and former owners, affiliates, affiliated companies, insiders, parents, subsidiaries, divisions, officers, directors, shareholders, board members, partners, managers, agents, employees, or attorneys, in their capacities acting on behalf of Belmont Groceries, LLC; Belmont Groceries, LLC's insurers and their reinsurers, with respect to any liability arising out of or relating to Plaintiff's or the Settlement Class Members' claims against Belmont Groceries, LLC; and Belmont Groceries, LLC's predecessors, successors, and assigns.

**1.21.** "Releasing Parties" means Plaintiff and Settlement Class Members and their respective present or past heirs, executors, estates, administrators, assigns, and agents.

**1.22.** "Settlement Administration Expenses" means the expenses reasonably incurred by the Settlement Administrator in or relating to administering the Settlement, providing Notice, creating and maintaining the Settlement Website, mailing checks for Settlement Payments, and other such related expenses, with all such expenses to be paid from the Settlement Fund.

**1.23.** "Settlement Administrator" means Eisner Advisory Group, LLC, subject to approval of the Court, which will provide the Notice, create and maintain the Settlement Website, send Settlement Payments to Settlement Class Members, be responsible for tax reporting, and perform such other settlement administration matters set forth herein or contemplated by or necessary for effectuation of the Settlement.

**1.24.** "Settlement Class" or "Class" means all individuals who used a hand-scanning timeclock while working for Belmont Groceries, LLC d/b/a Rich's Fresh Market at any time

from February 2, 2018 to August 1, 2022. Excluded from the Class are (1) any Judge or Magistrate presiding over this action; (2) any officer or director of Defendant; (3) counsel for either party; (4) the family members, employees, and staff of anyone within exclusion (1), (2), or (3); and (5) the legal representatives, successors, or assigns of any excluded persons. Defendant has represented in discovery that the Class contains 785 individuals.

**1.25.** "Settlement Class Member" or "Class Member" means a person who falls within the definition of the Settlement Class and does not submit a valid request for exclusion from the Settlement Class.

1.26. "Settlement Fund" means a cash settlement fund to be established by Defendant in the amount of \$430,000.00. The Settlement Fund represents the gross amount of \$547.77 per Settlement Class Member, inclusive of the Administrative Expenses, Fee Award, and Incentive Award. The Settlement Fund shall be used to pay (1) monetary relief to Settlement Class Members; (2) notice and administration costs, (3) Class Counsel's attorneys' fees and costs, and (3) incentive award to Plaintiff. The Settlement Fund is the maximum amount to be paid out by Defendant and/or its insurers for all aspects of the settlement and Defendant and its insurers have no obligation to pay any amounts in connection with this settlement that exceed \$430,000.00. If Defendant's determination that 785 individuals are included in the Settlement Class is in error and more individuals fall within the definition of the Settlement Class, then the amount of the Settlement Fund will increase by the gross amount of \$547.77 for each additional Class Member. If the Defendant's determination that 785 individuals are included in the Settlement Class is in error and less individuals fall within the definition of the Settlement Class, then the amount of the Settlement Fund will decrease by the gross amount of \$547.77 for each class member less than 785.

**1.27.** "Settlement Payment" means a portion of the Settlement Fund, determined based on the Class Member's *pro rata* allocation of the amount remaining in the Settlement Fund after payment of any Fee Award, incentive award to the Class Representative, and Settlement Administration Expenses.

**1.28.** "Settlement Website" means the website to be created, launched, and maintained by the Settlement Administrator, which will provide Settlement Class Members access to relevant settlement administration documents, including the Notice, relevant case documents, and other relevant material.

**1.29. "Unknown Claims"** means claims that could have been raised in the Action and that Plaintiff, any member of the Settlement Class, or any Releasing Party do not know or suspect to exist, which, if known by him, her, or they, might affect his, her, or their agreement to release the Released Parties or the Released Claims or might affect his, her, or their decision to agree, to object, or to not object to the Settlement. Plaintiff, the Settlement Class, and the Releasing Parties acknowledge that they may discover facts in addition to or different from those that they now know or believe to be true with respect to the subject matter of the Release, but that it is their intention to finally and forever settle and release the Released Claims, notwithstanding any Unknown Claims they may have, as that term is defined in this Section.

#### 2. SETTLEMENT RELIEF

2.1. Establishment of the Settlement Fund: Defendant shall fund the SettlementFund as follows:

2.1.1. Within 10 days of the Court granting Preliminary Approval, Defendant shall deposit into the Escrow Account funds sufficient to cover the estimated cost of notice and settlement administration, which shall be no more than \$10,000.00.

2.1.2. Within 14 days of the Effective Date, Defendant and/or its insurers shall deposit into the Escrow Account the remaining amount of the Settlement Fund.

#### 2.2. Settlement Payments to Settlement Class Members.

2.2.1. The Settlement Administrator shall send a Settlement Payment by check from the Settlement Fund within 28 days of the Effective Date via First Class U.S. Mail to their last known mailing address, as updated through the National Change of Address database. No claims procedure will be required.

2.2.2. All Settlement Payments made by check shall state on the face of the check that the check will expire and become null and void unless cashed within 90 days after issuance.

2.2.3. If any Settlement Payment check is returned by the U.S. Postal Service as undeliverable, the Settlement Administrator shall take reasonable steps to obtain the affected Settlement Class Member's correct address and shall attempt re-mailings as described below in Paragraphs 4.1.2 and 5.1.2.

2.2.4. If a check issued to a Settlement Class Member is not cashed within 90 days of issuance, the check will be void.

2.2.5. If the sum of any checks voided under Paragraph 2.2.4 is sufficient to send additional payments to Settlement Class Members who cashed their Settlement Payment checks, then the Settlement Administrator shall issue a second round of payments. "Sufficient" means sufficient to cover the administrative costs of issuing the second round of payments and still offer at least \$5 to each Settlement Class Member who previously cashed a Settlement Payment check. The amount of each second-round payment shall be equal to the total amount of any checks voided under Paragraph 2.2.4, less the administrative costs of sending the second-round

payments, divided by the number of Settlement Class Members who previously cashed a Settlement Payment check. All second-round checks will, like the initial checks, become void if not cashed 90 days after issuance.

2.2.6. If the sum of any checks voided under Paragraph 2.2.4 is not sufficient (as that term is defined in the previous paragraph), then the sum of those voided checks shall be distributed to Legal Aid Chicago, earmarked to support the Workers' Rights Practice Group (an organization that "works to ensure that low-wage Chicagoland workers receive the equitable support that they deserve" including by helping employees "receive unemployment insurance benefits, receive wage claims, fight employment discrimination and wrongful termination, and more"), subject to the Court's approval.

2.2.7. If second-round checks are issued under Paragraph 2.2.5, and if, after 90 days, there are uncashed second-round checks, then the sum of any such voided, uncashed checks shall be distributed to Legal Aid Chicago, earmarked to support the Workers' Rights Practice Group (an organization that "works to ensure that low-wage Chicagoland workers receive the equitable support that they deserve" including by helping employees "receive unemployment insurance benefits, receive wage claims, fight employment discrimination and wrongful termination, and more"), subject to the Court's approval.

2.2.8. All Settlement Payments will be treated as statutory penalties, shall not be subject to withholdings and deductions, and may be reported as non-wage income, to the extent permissible under governing law.

**2.3. Prospective Relief:** Within 60 days of the Effective Date, Belmont shall delete, cause to be deleted, or ensure deletion of any fingerprint or handprint template data relating to any former employee within Belmont's possession. To the extent Belmont continues to use hand-

scan timeclocks in Illinois, it shall continue to implement policies and procedures sufficient to obtain informed, written consent from employees prior to the employees' use of the timeclock.

#### **3. RELEASE**

**3.1.** The Release. Upon the Effective Date, and in consideration of the settlement relief described herein, the Releasing Parties shall be deemed to have released, and by operation of the Final Judgment shall have, fully finally, and forever, released, relinquished, and discharged all Released Claims against each and every one of the Released Parties. The Parties do not intend this release to act as a general release.

#### 4. NOTICE TO THE CLASS

#### **4.1.** The Notice shall include:

4.1.1. *Class List.* No later than 14 days after entry of preliminary approval in this matter, Defendant shall provide a Class List to the Settlement Administrator, based on readily available information in Defendant's possession. The Class List shall include, at least, the first and last name, middle initial (if known), last-known address (if known), and last-known telephone number (if known) for each member of the Settlement Class. Class Counsel acknowledges and agrees that it will not receive a copy of the Class List from Defendant, nor will it seek a copy of the Class List from the Settlement Administrator. The Class List will be provided to the Settlement Administrator for the purpose of giving notice to the Settlement Class Members and will be kept confidential by the Settlement Administrator. Notwithstanding the foregoing, within one business day of receiving the Class List, the Settlement Administrator shall inform Class Counsel of: (1) how many Class Members are on the Class List, (2) and how many Class Members address information was provided for.

4.1.2. *Update Addresses*. Prior to mailing any Notice, the Settlement Administrator will update the addresses of Settlement Class Members on the Class List using the National Change of Address database and other available resources deemed suitable by the Settlement Administrator. If any Notice or Settlement Payment check is returned by the U.S. Postal Service as undeliverable, the Settlement Administrator shall perform a skip trace to attempt to identify the Settlement Class Member's correct address and shall attempt re-mailings as described below in Paragraph 5.1.2, below. Defendant will provide to the Settlement Administrator, on request and pursuant to appropriate confidentiality protections, the social security number, if known, of any Settlement Class Member for whom Settlement Administrator cannot find a reliable, up-to-date mailing address.

*4.1.3. Direct Notice.* No later than the Notice Date, the Settlement Administrator shall send Notice via First Class U.S. Mail, substantially in the form of Exhibit A to the physical address of each person on the Class List.

*4.1.4. Internet Notice.* No later than the Notice Date, the Settlement Administrator will develop, host, administer, and maintain a Settlement Website, containing the Notice substantially in the form of Exhibit B.

**4.2.** The Notice shall advise the Settlement Class of their rights under the Settlement Agreement, including the right to be excluded from or object to the Settlement Agreement or its terms. The Notice shall specify that any objection to this Settlement Agreement, and any papers submitted in support of said objection, shall be received by the Court at the Final Approval Hearing, only if, on or before the Objection/Exclusion Deadline approved by the Court and specified in the Notice, the person making an objection shall file notice of his or her intention to do so and at the same time (a) file copies of such papers he or she proposes to submit at the Final

Approval Hearing with the Clerk of the Court, (b) file copies of such papers through an approved e-filing vendor if the objection is from a Settlement Class Member represented by counsel, who must also file an appearance, and (c) send copies of such papers via email, U.S. mail, hand deliver, or overnight delivery service to Class Counsel and Defendant's Counsel.

Right to Object or Comment. Any Settlement Class Member who intends to 4.3. object to this Settlement Agreement must present the objection in writing, which must be personally signed by the objector and must include: (a) the Settlement Class Member's full name and current address; (b) a statement that he, she, or they believes himself, herself, or themselves to be a member of the Settlement Class; (c) the specific grounds for the objection; (d) all documents or writings that the Settlement Class Member desires the Court to consider; (e) the name and contact information of any and all attorneys representing, advising, or in any way assisting the objector in connection with the preparation or submission of the objection or who may profit from the pursuit of the objection; and (f) a statement indicating whether the objector intends to appear at the Final Approval Hearing (either personally or through counsel, who must file an appearance or seek pro hac vice admission). All written objections must be filed with the Court and postmarked, emailed, or delivered to Class Counsel and Defendant's Counsel no later than the Objection/Exclusion Deadline. Any Settlement Class Member who fails to timely file a written objection with the Court and notice of his, her, or their intent to appear at the Final Approval Hearing in accordance with the terms of this Section and as detailed in the Notice, and at the same time provide copies to Class Counsel and Defendant's Counsel, shall not be permitted to object to this Settlement Agreement at the Final Approval Hearing, and shall be foreclosed from seeking any review of this Settlement Agreement or Final Judgment by appeal

or other means and shall be deemed to have waived his or her objections and be forever barred from making such objections in the Action or any other action or proceeding.

4.4. **Right to Request Exclusion.** Any person in the Settlement Class may submit a request for exclusion from the Settlement on or before the Objection/Exclusion Deadline. To be valid, any request for exclusion must (a) be in writing; (b) identify the case name Velasco v. Belmont Groceries, LLC, Case No. 2023-CH-01077; (c) state the full name and current address of the person in the Settlement Class seeking exclusion; (d) be signed by the person(s) seeking exclusion or their authorized representative; and (e) be postmarked for delivery by mail to the Settlement Administrator before the Objection/Exclusion Deadline. Each request for exclusion must also contain a statement to the effect that "I hereby request to be excluded from the proposed Settlement Class in Velasco v. Belmont Groceries, LLC, Case No. 2023-CH-01077." A request for exclusion that does not include all of the foregoing information, that is sent to an address other than that designated in the Notice, or that is not postmarked or delivered to the Settlement Administrator within the time specified, shall be invalid and the persons serving such a request shall be deemed to remain Settlement Class Members and shall be bound as Settlement Class Members by this Settlement Agreement, if approved. Any person who properly requests exclusion from the Settlement Class shall not (a) be bound by any orders or Final Judgment entered in the Action, (b) receive a Settlement Payment under this Settlement Agreement, (c) gain any rights by virtue of this Settlement Agreement, or (d) be entitled to object to any aspect of this Agreement or Final Judgment.

**4.5.** Neither Defendant nor Defendant's Counsel shall take any action, either directly or indirectly, to encourage any member of the Settlement Class to exclude themselves from the Settlement Class, to object to the Settlement, to not cash a Settlement Payment check, or to

otherwise interfere with the effectuation of the Settlement and delivery of Settlement Payments to Settlement Class Members. Should Defendant or Defendant's Counsel communicate with any member of the Settlement Class about the Settlement Agreement, or any of its terms, such communication shall be by reference to the Court-approved Notice.

#### 5. SETTLEMENT ADMINISTRATION

#### 5.1. Settlement Administrator's Duties.

5.1.1. *Dissemination of Notices*. The Settlement Administrator shall disseminate the Notice as provided in Section 4 of this Settlement Agreement.

5.1.2. Undeliverable Notice or Settlement Payment via U.S. Mail. If any Notice or Settlement Payment sent via U.S. mail is returned as undeliverable, the Settlement Administrator shall forward it to any forwarding address provided by the U.S. Postal Service. If no such forwarding address is provided, the Settlement Administrator shall perform one skip trace to attempt to obtain the most recent address for the Settlement Class Member.

5.1.3. *Maintenance of Records*. The Settlement Administrator shall maintain reasonably detailed records of its activities under this Settlement Agreement. The Settlement Administrator shall maintain all such records as required by applicable law in accordance with its business practices and such records will be made available to Class Counsel and Defendant's Counsel upon request. The Settlement Administrator shall also provide reports and other information to the Court as the Court may require. Upon request, the Settlement Administrator shall provide Class Counsel and Defendant's Counsel with information concerning Notice, requests for exclusion, administration, and implementation of the Settlement.

5.1.4. *Receipt of Requests for Exclusion*. The Settlement Administrator shall receive requests for exclusion from persons in the Settlement Class and provide to Class Counsel

and Defendant's Counsel a copy thereof within five days of the Objection/Exclusion Deadline. If the Settlement Administrator receives any requests for exclusion or other requests from Settlement Class Members after Objection/Exclusion deadline, the Settlement Administrator shall promptly provide copies thereof to Class Counsel and Defendant's Counsel.

5.1.5. *Creation of Settlement Website*. The Settlement Administrator shall create the Settlement Website. The Settlement Website shall include a toll-free telephone number, email address, and mailing address through which persons in the Settlement Class may contact the Settlement Administrator or Class Counsel directly.

5.1.6. *Timing of Settlement Payments*. The Settlement Administrator shall make all Settlement Payments contemplated in Section 2.1 of this Settlement Agreement within 28 days after the Effective Date.

5.1.7. *Tax Reporting*. The Settlement Administrator shall be responsible for all tax filings related to the Escrow Account, including requesting Form W-9s from Settlement Class Members if necessary, and issuing IRS Form 1099s to class members and Plaintiff, if required by law.

#### 6. PRELIMINARY AND FINAL APPROVAL

**6.1. Preliminary Approval.** Upon full execution of this Agreement, Class Counsel shall submit this Settlement Agreement to the Court and shall move the Court to enter an order granting Preliminary Approval, which shall include, among other provisions, a request that the Court:

- Appoint Plaintiff as Class Representative of the Settlement Class;
- Appoint Class Counsel to represent the Settlement Class;
- Certify the Settlement Class under 735 ILCS 5/2-801, for settlement purposes only;

- Preliminarily approve this Settlement Agreement for purposes of disseminating Notice to the Settlement Class;
- Approve the form and contents of the Notice and the method of its dissemination to members of the Settlement Class; and
- Schedule a Final Approval Hearing to review comments and/or objections regarding this Settlement Agreement; to consider its fairness, reasonableness, and adequacy; to consider the application for a Fee Award and incentive award to the Class Representative; and to consider whether the Court shall issue a Final Judgment approving this Settlement Agreement and dismissing the Action with prejudice.
- 6.2. Final Approval. After Notice to the Settlement Class is given, Class Counsel

shall move the Court for entry of a Final Judgment, which shall include, among other provisions,

a request that the Court:

- Find that it has personal jurisdiction over all Settlement Class Members and subject-matter jurisdiction to approve this Settlement Agreement, including all attached Exhibits;
- Approve the settlement as fair, reasonable, and adequate as to, and in the best interests of, the Settlement Class Members; direct the parties and their counsel to implement and consummate the Settlement according to its terms and conditions; and declare the Settlement to be binding on, and have *res judicata* and preclusive effect in, all pending and future lawsuits or other proceedings maintained by or on behalf of Plaintiff and all other Settlement Class Members and Releasing Parties;
- Find that the Notice implemented pursuant to the Settlement Agreement (1) constitutes the best practicable notice under the circumstances; (2) constitutes notice that is reasonably calculated, under the circumstances, to apprise the Settlement Class of the pendency of the Action and their rights to object to or exclude themselves from this Settlement Agreement and to appear at the Final Approval Hearing; (3) is reasonable and constitutes due, adequate, and sufficient notice to all persons entitled to receive notice; and (4) fulfills the requirements of 735 ILCS 5/2-801, the Due Process Clause of the United States Constitution; and the rules of the Court;
- Find that the Class Representative and Class Counsel adequately represented the Settlement Class for purposes of entering into and implementing the Settlement Agreement;

- Dismiss the Action on the merits and with prejudice, without fees or costs to any Party except as provided in this Settlement Agreement;
- Incorporate the Release set forth above, make the Release effective as of the Effective Date, and forever discharge the Released Parties as set forth herein;
- Authorize the Parties, without further approval from the Court, to agree to and adopt such amendments, modifications, and expansions of the Settlement and its implementing documents (including all Exhibits to this Settlement Agreement) that (i) shall be consistent in all material respects with the Final Judgment, and (ii) do not limit the rights of Settlement Class Members;
- Without affecting the finality of the Final Judgment for purposes of appeal, retaining jurisdiction as to all matters relating to administration, consummation, enforcement, and interpretation of the Settlement Agreement and the Final Judgment, and for any other necessary purpose;
- Find that, pursuant to 735 ILCS 5/2-1301, there is no just reason for delay of entry of final judgment with respect to the foregoing; and
- Incorporate any other provisions, consistent with the material terms of this Settlement Agreement, as the Court deems necessary and just.

**6.3. Cooperation.** The Parties shall, in good faith, cooperate, assist, and undertake all reasonable actions and steps in order to accomplish these required events on the schedule set by the Court, subject to the terms of this Settlement Agreement. The Parties understand and agree that a ruling in any pending litigation or the implementation of any legislation, rule, or regulation not affect this Settlement Agreement, and that the Parties shall cooperate as set forth herein to effectuate the Settlement Agreement notwithstanding a decision in any of the aforementioned cases.

#### 7. TERMINATION OF THE SETTLEMENT AGREEMENT

**7.1.** Subject to Section 9, below, the Class Representative, on behalf of the Settlement Class, or Defendant, shall have the right to terminate this Agreement by providing written notice of the election to do so to all other Parties within 10 days of any of the following events: (i) the

Court's refusal to grant Preliminary Approval of this Agreement in any material respect; (ii) the Court's refusal to grant Final Approval of this Agreement in any material respect; (iii) the Court's refusal to enter the Final Judgment in this Action in any material respect; (iv) the date upon which the Final Judgment is modified or reversed in any material respect by any court of appeals or the Illinois Supreme Court; (v) the date upon which an Alternative Judgment, as defined in Paragraph 9.1.4, is modified or reversed in any material respect by any court of appeals or the Illinois Supreme Court.

7.2. Additionally, if more than 15% of individuals on the final class list properly and timely opt-out of the settlement, then Defendant may, but is not obligated to, void the Settlement Agreement. If the Defendant revokes the agreement, the Parties will engage in a good faith effort to reach a modified settlement. If the Parties are unable to reach an agreement, the lawsuit will proceed as if there was no attempt at settlement and the Parties will return to their positions prior to the filing of the motion for preliminary approval of this Settlement Agreement.

#### 8. INCENTIVE AWARD AND CLASS COUNSEL'S ATTORNEYS' FEES AND REIMBURSEMENT OF EXPENSES

**8.1.** Class Counsel shall seek its attorneys' fees and unreimbursed expenses incurred in the Action as the Fee Award. The amount of the Fee Award shall be determined by the Court based on a petition from Class Counsel. Class Counsel has agreed, with no consideration from Defendant, to limit their request for attorneys' fees to one-third of the Settlement Fund, and the request for reimbursement of expenses to \$1,804.17. Defendant may challenge the amount requested.

**8.2.** The Settlement Administrator shall pay any Fee Award to Class Counsel within five business days after the Effective Date.

**8.3.** Defendant agrees that the Class Representative shall be paid an incentive award in the amount of \$5,000.00 from the Settlement Fund, in addition to any Settlement Payment pursuant to this Settlement Agreement, and in recognition of her efforts on behalf of the Settlement Class, subject to Court approval. Should the Court award less than this amount, the difference in the amount sought and the amount ultimately awarded pursuant to this Section shall remain in the Escrow Account and be distributed to Settlement Class Members as Settlement Payments. Any award shall be paid by the Settlement Administrator from the Escrow Account in the form of a check to the Class Representative within five business days after the Effective Date.

# 9. CONDITIONS OF SETTLEMENT; EFFECT OF DISAPPROVAL, CANCELLATION, OR TERMINATION.

**9.1.** The Effective Date shall not occur unless and until each and every one of the following events occurs, and shall be the date upon which the last in time of the following events occurs:

9.1.1. This Agreement has been signed by the Parties, Class Counsel, and Defendant's Counsel;

9.1.2. The Court has entered an order granting Preliminary Approval of the Agreement;

9.1.3. The Court has entered an order finally approving the Agreement, following Notice to the Settlement Class and a Final Approval Hearing, and has entered the Final Judgment, or a judgment substantially consistent with this Settlement Agreement that has become final and unappealable; and

9.1.4. In the event that the Court enters an order and final judgment in a form other than that provided above ("Alternative Judgment") to which the Parties have consented, that Alternative Judgment has become final and unappealable.

**9.2.** If some or all of the conditions specified in Section 9.1 are not met, or in the event that this Agreement is not approved by the Court, or the settlement set forth in this Agreement is terminated or fails to become effective in accordance with its terms, then this Agreement shall be canceled and terminated subject to Section 9.3, unless Class Counsel and Defendant's Counsel mutually agree in writing to proceed with this Settlement Agreement. If any Party is in material breach of the terms hereof, any other Party, provided that it is in substantial compliance with the terms of this Agreement, may terminate this Settlement Agreement on notice to all other Parties. Notwithstanding anything herein, the Parties agree that the following shall not prevent the Settlement Agreement from becoming effective, nor shall they be grounds for termination of the Agreement: (1) the Court's decision as to the amount of the Fee Award to Class Counsel set forth above or the incentive award to the Class Representative, regardless of the amounts awarded; or (2) the Court's determination that it lacks jurisdiction such that the Parties' Agreement will be renewed in an appropriate forum.

**9.3.** If this Settlement Agreement is terminated or fails to become effective for the reasons set forth above, the parties shall be restored to their respective positions in the Action as of the date of the signing of this Agreement, and Defendant's entry into the Settlement Agreement shall not be considered, in any way, as an admission concerning liability or the propriety of class certification. In such event, any Final Judgment or other order entered by the Court in accordance with the terms of this Agreement shall be treated as vacated, *nunc pro tunc*,

and the Parties shall be returned to the *status quo ante* with respect to the Action as if this Settlement Agreement had never been entered into.

#### **10. MISCELLANEOUS PROVISIONS.**

**10.1.** Class Counsel, Plaintiff, and each other Settlement Class Member will be solely responsible for all taxes, interest, penalties, or other amounts due with respect to any payment received pursuant to the Settlement.

**10.2.** The Parties: (a) acknowledge that it is their intent to consummate this Agreement; and (b) agree, subject to their fiduciary and other legal obligations, to cooperate to the extent reasonably necessary to effectuate and implement all terms and conditions of this Agreement and to exercise their reasonable best efforts to accomplish the foregoing terms and conditions of this Settlement Agreement. Class Counsel and Defendant's Counsel agree to cooperate with one another in seeking entry of an order granting Preliminary Approval and the Final Judgment, and promptly to agree upon and execute all such other documentation as may be reasonably required to obtain final approval of the Settlement Agreement.

**10.3.** Each signatory to this Agreement represents and warrants (a) that he, she, or they have all requisite power and authority to execute, deliver, and perform this Settlement Agreement and to consummate the transactions contemplated herein, (b) that the execution, delivery, and performance of this Settlement Agreement and the consummation by them of the actions contemplated herein have been duly authorized by all necessary corporate action on the part of each signatory, and (c) that this Settlement Agreement has been duly and validly executed and delivered by each signatory and constitutes its legal, valid, and binding obligation.

**10.4.** The Parties intend this Settlement Agreement to be a final and complete resolution of all disputes between them with respect to the Released Claims by Plaintiff and the

other Settlement Class Members, and each or any of them, on the one hand, against the Released Parties, and each or any of the Released Parties, on the other hand. Accordingly, the Parties agree not to assert in any forum that the Action was brought by Plaintiff or defended by Defendant, or each or any of them, in bad faith or without a reasonable basis.

**10.5.** The Parties have relied upon the advice and representation of counsel, selected by them, concerning the claims hereby released. The Parties have read and understand fully this Settlement Agreement and have been fully advised as to the legal effect hereof by counsel of their own selection and intend to be legally bound by the same.

**10.6.** Whether the Effective Date occurs or this Settlement is terminated, neither this Settlement Agreement nor the Settlement contained herein, nor any act performed or document executed pursuant to or in furtherance of this Settlement Agreement or the Settlement:

10.6.1. is, may be deemed, or shall be used, offered, or received against the Released Parties, or each or any of them, as an admission, concession, or evidence of the validity of any Released Claims, the truth of any fact alleged by Plaintiff, the deficiency of any defense that has been or could have been asserted in the Action, the violation of any law or statute, the reasonableness of the Settlement Fund, Settlement Payment, or the Fee Award, or any of the alleged wrongdoing, liability, negligence, or fault of the Released Parties, or any of them;

10.6.2. is, may be deemed, or shall be used, offered, or received against Defendant as, an admission, concession, or evidence of any fault, misrepresentation, or omission with respect to any statement or written document approved or made by the Released Parties, or any of them;

10.6.3. is, may be deemed, or shall be used, offered, or received against Plaintiff or the Settlement class, or each or any of them as an admission, concession, or evidence of, the

infirmity or strength of any claims asserted in the Action, the truth or falsity of any fact alleged by Defendant, or the availability or lack of availability of meritorious defenses to the claims raised in the Action;

10.6.4. is, may be deemed, or shall be used, offered, or received against the Released Parties, or each or any of them, as an admission or concession with respect to any liability, negligence, fault, or wrongdoing as against any Released Parties, in any civil, criminal, or administrative proceeding in any court, administrative agency, or other tribunal. However, the Settlement, this Settlement Agreement, and any acts performed and/or documents executed in furtherance of or pursuant to this Settlement Agreement and/or Settlement may be used in any proceedings as may be necessary to enforce the provisions of this Settlement Agreement. Moreover, if this Settlement Agreement and/or the Final Judgment in any action that may be brought against such parties in order to support a defense or counterclaim based on principles of *res judicata*, collateral estoppel, release, good faith settlement, judgment bar or reduction, or any other theory of claim preclusion or issue preclusion, or similar defense or counterclaim;

10.6.5. is, may be deemed, or shall be construed against Plaintiff and the Settlement Class, or each or any of them, or against the Released Parties, or each or any of them, as an admission or concession that the consideration to be given hereunder represents an amount equal to, less than or greater than that amount that could have or would have been recovered after trial; and

10.6.6. is, may be deemed, or shall be construed as or received in evidence as an admission or concession against Plaintiff and the Settlement Class, or each and any of them, or against the Released Parties, or each or any of them, that any of Plaintiff's claims are with or

without merit or that damages recoverable in this Action would have exceeded or would have been less than any particular amount.

**10.7.** The headings used herein are used for the purpose of convenience only and are not meant to have legal effect.

10.8. The waiver by one Party of any breach of this Settlement Agreement by any other Party shall not be deemed as a waiver of any other prior or subsequent breaches of this Settlement Agreement.

**10.9.** All of the Exhibits to this Settlement Agreement are material and integral parts hereof and are fully incorporated by reference.

**10.10.** This Settlement Agreement and its Exhibits set forth the entire agreement and understanding of the Parties with respect to the matters set forth herein, and supersede all prior negotiations, agreements, arrangements, and undertakings with respect to the matters set forth herein. No representations, warranties, or inducements have been made to any Party concerning this Settlement Agreement or its Exhibits other than the representations, warranties, and covenants contained and memorialized in such documents. This Settlement Agreement may be amended or modified only by a written instrument signed by or on behalf of all other Parties or their respective successors-in-interest.

**10.11.** Except as otherwise provided herein, each Party shall bear its own attorneys' fees and costs incurred in any way related to the Action.

**10.12.** Plaintiff represents and warrants that she has not assigned any claim or right or interest relating to any of the Released Claims against the Released Parties to any other person or party and that she is fully entitled to release the same.

**10.13.** Each counsel or other Person executing this Settlement Agreement, any of its Exhibits, or any related settlement documents on behalf of any Party hereto, hereby warrants and represents that such Person has the full authority to do so and has the authority to take appropriate action required or permitted to be taken pursuant to the Settlement Agreement to effectuate its terms.

**10.14.** This Settlement Agreement may be executed in one or more counterparts. All executed counterparts and each of them shall be deemed to be one and the same instrument. Signature by digital, facsimile, or in PDF format will constitute sufficient execution of this Settlement Agreement. A complete set of original executed counterparts shall be filed with the Court if the Court so requires.

**10.15.** If any deadlines related to the Settlement cannot be met, Class Counsel and Defendant's Counsel shall meet and confer to reach agreement on any necessary revisions of the deadlines and timetables set forth in this Agreement and notice an appropriate motion for modification with the Court. In the event that the Parties fail to reach such agreement, either Party may apply to the Court via a noticed motion for modification of the dates and deadlines in this Agreement.

**10.16.** The Court shall retain jurisdiction with respect to implementation and enforcement of the terms of this Settlement Agreement, and all Parties hereto submit to the jurisdiction of the Court for purposes of implementing and enforcing the settlement embodied in this Settlement Agreement.

**10.17.** The Settlement Agreement shall be governed by and construed in accordance with the laws of the State of Illinois without reference to the conflicts of laws provisions thereof.

10.18. This Settlement Agreement is deemed to have been prepared by counsel for all

Parties, as a result of arm's-length negotiations among the Parties. Whereas all Parties have contributed substantially and materially to the preparation of this Settlement Agreement, it shall not be construed more strictly against one Party than another.

**10.19.** Where this Settlement Agreement requires notice to the Parties, such notice shall be sent to the following counsel:

#### If to Class Counsel:

J. Dominick Larry NICK LARRY LAW LLC 1720 W. Division St. Chicago, IL 60622 nick@nicklarry.law

# If to Defendant's Counsel:

John C. Ochoa AMUNDSEN DAVIS, LLC 150 N. Michigan Ave., Suite 3300 Chicago, IL 60601 jochoa@amundsendavislaw.com

# TINA VELASCO, Plaintiff on behalf of herself and similarly situated individuals

Ting L Velasco By (signature):

Name (printed): Tina Velasco

### NICK LARRY LAW LLC as Class Counsel

lhg By (signature): /

11/22/2024
Dated: \_\_\_\_

11/22/2024

Dated:

Name (printed): J. Dominick Larry

Its (title): Principal

#### **BELMONT GROCERIES, LLC**

Dated:

By (signature):

Name (printed):\_\_\_\_\_

Its (title):\_\_\_\_\_

	TINA VELASCO, Plaintiff on behalf of herself and similarly situated individuals
Dated:	By (signature):
	Name (printed): <u>Tina Velasco</u>
	NICK LARRY LAW LLC as Class Counsel
Dated:	By (signature):
	Name (printed): J. Dominick Larry
	Its (title): Principal
	<b>BELMONT GROCERIES, LLC</b>
Dated:	By (signature): Umas Byak
	Name (printed):

Its (title): Manager

# EXHIBIT A

#### IN THE CIRCUIT COURT OF COOK COUNTY, ILLINOIS COUNTY DEPARTMENT, CHANCERY DIVISION

Velasco v. Belmont Groceries, LLC, Case No. 2023-CH-01077

# IF YOU USED A HAND-SCANNING TIMECLOCK WHILE WORKING FOR BELMONT GROCERIES, LLC D/B/A RICH'S FRESH MARKET AT ANY TIME FROM FEBRUARY 2, 2018 TO AUGUST 1, 2022, YOU MAY BE ENTITLED TO A CASH PAYMENT FROM A CLASS-ACTION SETTLEMENT.

This is an official court notice. You are <u>not</u> being sued. This is <u>not</u> an ad for a lawyer.

A settlement has been reached in a class-action between **Belmont Groceries, LLC d/b/a Rich's Fresh Market ("Rich's Fresh Market")** and some of its current and former employees in Illinois. The lawsuit claims that Rich's Fresh Market violated an Illinois law called the Biometric Information Privacy Act ("BIPA") by collecting workers' biometrics through timeclocks in Illinois without complying with the law's requirements. Rich's Fresh Market denies any wrongdoing and says that it has not violated any laws. The settlement does not establish who is right or wrong, but rather is a compromise to end the lawsuit and avoid the uncertainties and expenses that come with continuing in court. The lawsuit is called *Velasco v. Belmont Groceries, LLC, Case No. 2023-CH-01077*, and is pending in the Circuit Court of Cook County, Illinois, County Department, Chancery Division. Please read this notice carefully. Your legal rights are affected whether or not you act.

*For complete information, visit [website] or call [toll-free number].* 

Who is included in the Settlement Class? Our records indicate that you may be included in the Settlement Class. The Settlement Class includes all individuals used a hand-scanning timeclock while working for Rich's Fresh market at any time from February 2, 2018 to August 1, 2022. Some exceptions apply.

What does the settlement provide? Rich's Fresh Market has agreed to create a \$430,000 Settlement Fund. If you're eligible and the Court approves the settlement, you will receive approximately \$318.50. All litigation costs, settlement expenses, and legal fees will be separately paid from the settlement fund.

How do I get my payment? Class members will have a settlement check automatically mailed to them at their last-known address. You can request to update your address on the "Contact" page of the settlement website, located at [settlement website].

What are my rights and options? You can do nothing, object to any settlement terms, or exclude yourself from the settlement. If you do nothing and you are a member of the Settlement Class, you will receive a settlement payment, and you won't be able to sue Rich's Fresh Market in the future for any of the claims addressed in the settlement. If you exclude yourself, you won't get a payment, but you'll keep your right to sue Rich's Fresh Market regarding the issues covered by the settlement. You must contact the Settlement Administrator by mail to exclude yourself. You can also object to the settlement if you disagree with any of its terms. For instructions and a complete list of requirements regarding the submission of an exclusion or objection, please see FAQ #s 15 and 18 in the long form notice available at [settlement website] or by calling [toll-free number]. All Requests for Exclusion and Objections must be received or postmarked by [objection/exclusion deadline].

**Do I have a lawyer?** Yes. The Court has appointed J. Dominick Larry from the law firm Nick Larry Law LLC. They represent you and the other Settlement Class Members. The lawyer will request to be paid from the total amount that Rich's Fresh Market agreed to pay to the class members. Class Counsel has agreed to seek no more than one-third of the \$430,000 fund, or \$143,333.33, in attorneys' fees, plus \$1,804.17 in costs. You can hire your own lawyer, but you'll need to pay that lawyer's legal fees if you do. The Court has also chosen Tina Velasco—a class member like you—to represent the Settlement Class.

When will the Court approve the settlement? The Court will hold a final approval hearing on [date] at [time] before the Honorable Clare J. Quish, by Zoom teleconference, using the following credentials: meeting ID: 953 7174 9534; password: 253498; telephonic dial-in: 312-626-6799. Do not come to the Courthouse for the final approval hearing. The Court will hear objections, determine if the settlement is fair, and consider Class Counsel's request for fees and expenses of up to one-third of the Settlement Fund and an incentive award to Plaintiff Velasco of \$5,000, a copy of which will be posted on the settlement website.

For more information, visit [settlement website] or call [phone number].

# EXHIBIT B

# IN THE CIRCUIT COURT OF COOK COUNTY, ILLINOIS COUNTY DEPARTMENT, CHANCERY DIVISION

Velasco v. Belmont Groceries, LLC, Case No. 2023-CH-01077

# IF YOU USED A HAND-SCANNING TIMECLOCK WHILE WORKING FOR BELMONT GROCERIES, LLC D/B/A RICH'S FRESH MARKET AT ANY TIME FROM FEBRUARY 2, 2018 TO AUGUST 1, 2022, YOU MAY BE ENTITLED TO A CASH PAYMENT FROM A CLASS-ACTION SETTLEMENT.

This is an official court notice. You are <u>not</u> being sued. This is <u>not</u> an ad for a lawyer.

- A settlement has been reached in a class action between Belmont Groceries, LLC d/b/a Rich's Fresh Market ("Defendant" or "Rich's Fresh Market") and its current and former workers in Illinois. The lawsuit claims that Rich's Fresh Market violated an Illinois law called the Biometric Information Privacy Act ("BIPA") by collecting workers' biometrics on timeclocks in Illinois without obtaining their informed, written consent. Rich's Fresh Market denies any wrongdoing and says that it has not violated any laws. The Settlement does not establish who is right or wrong, but rather is a compromise to end the lawsuit and avoid the uncertainties and expenses that come with continuing in court.
- You are included in the Settlement if you are a current or former worker of Rich's Fresh Market that used a hand-scanning timeclock at any time from February 2, 2018 to August 1, 2022. Exceptions to participating are detailed below.
- If you're eligible and the Court approves the Settlement, you will automatically receive a payment of approximately \$318.50. All litigation costs, settlement expenses, and legal fees will be separately paid from the settlement fund.
- Please read this notice carefully. Your legal rights are affected whether or not you act.

YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT		
<b>D</b> O NOTHING	You will receive a payment under the Settlement and give up your rights to sue Rich's Fresh Market about the issues in this case.	
Exclude yourself	You will receive no payment, but you will retain any rights you currently have to sue Rich's Fresh Market about the issues in this case.	

# YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT

By order of: Hon. Clare J. Quish, Circuit Court of Cook County, Illinois, County Dep't, Chancery Division Page 1 of 8

Object	If you do not exclude yourself, you can write to the Court explaining why you don't like the Settlement. You will remain in the Class, receive a payment under the Settlement, and give up your rights to sue Rich's Fresh Market about the issues in this case.
ATTEND A HEARING	Ask to speak in Court about the fairness of the Settlement.

# **BASIC INFORMATION**

# 1. What is this notice and why should I read it?

A Court authorized this notice to let you know about a proposed Settlement with Rich's Fresh Market. You have legal rights and options that you may act on before the Court decides whether to approve the proposed Settlement. You may be eligible to receive a cash payment as part of the Settlement. This notice explains the lawsuit, the Settlement, and your legal rights.

Judge Clare J. Quish of the Circuit Court of Cook County, Illinois, County Department, Chancery Division, is overseeing this class action. The case is called *Velasco v. Belmont Groceries, LLC*, Case No. 2023-CH-01077. The person who filed this lawsuit, Tina Velasco, is the Plaintiff. The company she sued, Belmont Groceries, LLC d/b/a Rich's Fresh Market, is the Defendant.

#### 2. What is a class action?

A class action is a lawsuit in which one or more plaintiffs—in this case, Tina Velasco—sue on behalf of a group of people who have similar claims. Together, this group is called a "Class" and consists of "Class Members." In a class action, the court resolves the issues for all class members, except those who exclude themselves from the class. After the Parties reached an agreement to settle this case, the Court granted preliminary approval of the Settlement and recognized it as a case that should be treated as a class action for settlement purposes.

# THE CLAIMS IN THE LAWSUIT AND THE SETTLEMENT

#### 3. What is this lawsuit about?

This lawsuit alleges that Rich's Fresh Market violated BIPA by using hand-scanning timeclocks in Illinois without complying with the law's requirements. That law says companies can't collect,

By order of: Hon. Clare J. Quish, Circuit Court of Cook County, Illinois, County Dep't, Chancery Division Page 2 of 8

store, or give out biometric data, which includes things like face, hand, or fingerprint scans, without first giving notice, getting consent, and posting a policy about what they will do with the data.

Rich's Fresh Market denies Plaintiff's claims of wrongdoing and contends that it violated no laws. No court has decided who is right. The parties are instead entering into the Settlement to avoid the time and expense of continuing to fight in court. The Settlement is not an admission of wrongdoing by Rich's Fresh Market. More information about the complaint in the lawsuit and Rich's Fresh Market's position can be found in the "Court Documents" section of the settlement website at [WEBSITE].

# WHO'S INCLUDED IN THE SETTLEMENT

# 4. Who is included in the Settlement Class?

The Court decided that this Settlement includes all current and former workers of Rich's Fresh Market who used a hand-scanning timeclock at any time from February 2, 2018 to August 1, 2022. There are an estimated 785 people in the Settlement Class.

# 5. Who is not included in the Settlement Class?

Some people are excluded from the Settlement Class, for reasons including that they worked for the judges or lawyers involved. The Settlement Agreement has a list of the categories of people who are excluded.

#### 6. How do I know if I am in the Settlement Class?

If you are a current or former worker at Rich's Fresh Market that used a hand-scanning timeclock at any time from February 2, 2018 to August 1, 2022, and are not subject to any of the exclusions above, then you are a member of the Settlement Class and are entitled to a cash payment.

# THE SETTLEMENT BENEFITS

#### 7. What does the Settlement provide?

If the Court approves the Settlement, Rich's Fresh Market has agreed to pay \$430,000 to create a "Settlement Fund." Class counsel will apply to the Court for compensation of up to one-third of the Settlement Fund in legal fees, plus expenses of \$1,804.17. This amount and the costs of administering the Settlement, as well as an incentive award of up to \$5,000 to the named Plaintiff, may be deducted from the Settlement Fund before it is equally distributed to class members, which, if granted, Class Counsel expect will result in settlement payments to class members of approximately \$318.50.

By order of: Hon. Clare J. Quish, Circuit Court of Cook County, Illinois, County Dep't, Chancery Division Page 3 of 8

If any settlement checks are uncashed before they expire, the leftover funds will be redistributed to Class Members who timely cashed their checks. If there are funds left over even after the second round of payments, any remaining amounts will be donated to Legal Aid Chicago.

# HOW TO GET BENEFITS

# 8. How do I get a payment?

All class members will have settlement checks automatically mailed to them at their last-known address. You can request to update your address on the "Contact" page of the settlement website, located here: [website link].

# 9. When will I get my payment?

The hearing to consider the fairness of the Settlement is scheduled for [final fairness hearing date]. If the Court approves the Settlement, payments to eligible Class Members will be sent within 59 days. Please be patient. All checks will expire and become void 90 days after they are issued.

# THE LAWYERS REPRESENTING YOU

# **10.** Do I have a lawyer in the case?

Yes. The Court has appointed lawyers J. Dominick Larry of Nick Larry Law LLC as the attorney to represent you and other Class Members. He is called "Class Counsel." In addition, the Court appointed Plaintiff Tina Velasco to serve as the Class Representative. She is a Class Member like you. The Settlement Administrator can be reached by calling [1-800 number].

#### 11. Should I get my own lawyer?

You don't need to hire your own lawyer because Class Counsel is working on your behalf. You may hire your own lawyer, but if you want your own lawyer, you will have to pay that lawyer.

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

Class Counsel will ask for attorneys' fees of up to one-third of the total settlement fund of the total settlement fund, which equals \$143,333.33, plus expenses of \$1,804.17. Class Counsel will also request an incentive award of \$5,000 for the Class Representative. The Court will determine the proper amount of attorneys' fees and expenses to award Class Counsel and the proper amount of any incentive award to the Class Representative. The Court may award less than the amounts requested.

By order of: Hon. Clare J. Quish, Circuit Court of Cook County, Illinois, County Dep't, Chancery Division Page 4 of 8

# YOUR RIGHTS AND OPTIONS

# 13. What happens if I do nothing at all?

If you do nothing, and you are a Settlement Class Member, and if the Court approves the Settlement, you will automatically receive a payment and you will also be bound by all orders and judgments of the Court. Unless you exclude yourself, you won't be able to start a lawsuit or be part of any other lawsuit against Rich's Fresh Market or any related entity for the claims or legal issues being resolved by this Settlement.

# 14. What happens if I ask to be excluded?

If you exclude yourself from the Settlement, you will receive no payment under the Settlement, and you will no longer be a Settlement Class Member. You will keep your right to start your own lawsuit against Rich's Fresh Market for the same legal claims at issue in this lawsuit. You will not be legally bound by the Court's judgments related to the Settlement Class and the Defendant in this class action.

# **15.** How do I ask to be excluded?

You can mail a letter stating that you want to be excluded from the Settlement. Your letter must: (1) be in writing, (2) identify the case name, "*Velasco v. Belmont Groceries, LLC*, Case No. 2023-CH-01077," (3) state your full name and current address, (4) be physically signed by you or your representative, and (5) be postmarked for delivery by mail to the Settlement Administrator on or before [exclusion deadline]. Your request to be excluded must also include a statement to the effect that: "I hereby request to be excluded from the proposed Settlement Class in *Velasco v. Belmont Groceries, LLC*, Case No. 2023-CH-01077." You must mail your exclusion request no later than [exclusion deadline] to:

Velasco v. Belmont Groceries, LLC Settlement Administrator c/o [Settlement Admin] P.O. Box #### [City, ST Zip]

You can't exclude yourself over the phone.

16. If I don't exclude myself, can I sue Rich's Fresh Market for the same thing later?

No. Unless you exclude yourself, you give up any right to sue Rich's Fresh Market and any other released party for the claims being resolved by this Settlement.

By order of: Hon. Clare J. Quish, Circuit Court of Cook County, Illinois, County Dep't, Chancery Division Page 5 of 8

# 17. If I exclude myself, can I get anything from this Settlement?

No. If you exclude yourself, you will not receive a payment.

# 18. How do I object to the Settlement?

If you do not exclude yourself from the Settlement Class, you can object to the Settlement if you don't like any part of it. You can give reasons why you think the Court should deny approval before filing an objection. To object, you must file a letter or brief with the Court stating that you object to the Settlement in *Velasco v. Belmont Groceries, LLC*, Case No. 2023-CH-01077, no later than [objection deadline]. Your objection must be e-filed or delivered to the Court at the following address:

# Clerk of the Court of the Circuit Court of Cook County, Illinois Richard J. Daley Center 50 W. Washington St., Room 802 Chicago, Illinois 60602

The Objection must be in writing, must be signed, and must include the following information: (1) your full name and current address, (2) a statement that you believe yourself to be a member of the Settlement Class, (3) the specific grounds for your objection, (4) all documents or writings that you desire the Court to consider, (5) the name and contact information of any and all attorneys representing, advising, or in any way assisting you in connection with the preparation or submission of your objection or who may profit from the pursuit of your objection, and (6) a statement indicating whether you (or your counsel) intend to appear at the Final Approval Hearing. If you are represented by a lawyer, he or she must file an appearance or seek *pro hac vice* admission to practice before the Court, and electronically file the objection.

In addition to filing your objection with the Court, you must send via mail, email, or delivery service, by no later than [objection deadline], copies of your objection and any supporting documents to both Class Counsel and Rich's Fresh Market's lawyers at the addresses listed below:

Class Counsel	Rich's Fresh Market's Counsel
J. Dominick Larry	John C. Ochoa
NICK LARRY LAW LLC	AMUNDSEN DAVIS, LLC
1720 W. Division St.	150 N. Michigan Ave., Suite 3300
Chicago, IL 60622	Chicago, IL 60601
nick@nicklarry.law	jochoa@amundsendavislaw.com

Class Counsel will file with the Court and post on the settlement website its request for attorneys' fees and incentive award on [fee petition deadline].

By order of: Hon. Clare J. Quish, Circuit Court of Cook County, Illinois, County Dep't, Chancery Division Page 6 of 8

# **19.** What's the difference between objecting and excluding myself from the Settlement?

Objecting simply means telling the Court that you don't like something about the Settlement. You can object only if you stay in the Settlement Class as a Class Member. Excluding yourself from the Settlement Class is telling the Court that you don't want to be a Settlement Class Member. If you exclude yourself, you have no basis to object because the case no longer affects you.

# THE COURT'S FINAL APPROVAL HEARING

# 20. When and where will the Court decide whether to approve the Settlement?

The Court will hold the Final Approval Hearing at [date and time] before the Honorable Clare J. Quish. The hearing will take place by Zoom teleconference, using the following credentials: meeting ID: 953 7174 9534; password: 253498; telephonic dial-in: 312-626-6799. Do not come to the Courthouse for the final approval hearing.

The purpose of the hearing is for the Court to determine whether the Settlement is fair, reasonable, adequate, and in the best interests of the Class. At the hearing, the Court will hear any objections and arguments concerning the fairness of the proposed Settlement, including those related to the amount requested by Class Counsel for attorneys' fees and expenses and the incentive award to the Class Representative.

<u>Note</u>: The date, time, and location of the Final Approval Hearing are subject to change by Court order. Any changes will be posted [here (settlement website link)] at the settlement website.

# 21. Do I have to come to the hearing?

No. Class Counsel will answer any questions the Court may have. You are welcome to come to the hearing at your own expense. If you send an objection, you don't have to come to Court to talk about it. As long as your written objection was filed or mailed on time and meets the other criteria described in the Settlement, the Court will consider it. You may also pay a lawyer to attend, but you don't have to.

#### 22. May I speak at the hearing?

Yes. If you do not exclude yourself from the Settlement Class, you may ask the Court for permission to speak at the hearing concerning any part of the proposed Settlement. If you filed an objection, (*see* Question 18 above), and intend to appear at the hearing, you must state your intention to do so in your objection.

By order of: Hon. Clare J. Quish, Circuit Court of Cook County, Illinois, County Dep't, Chancery Division Page 7 of 8

#### **GETTING MORE INFORMATION**

# 23. How do I get more information?

This notice summarizes the proposed Settlement. More details, including the Settlement Agreement and other documents, along with answers to any questions of yours, are available at the settlement website [website link] or by calling [toll free number].

# PLEASE <u>DO NOT</u> CONTACT THE COURT, THE JUDGE, THE DEFENDANT, OR THE DEFENDANT'S LAWYERS WITH QUESTIONS ABOUT THE SETTLEMENT OR DISTRIBUTION OF PAYMENTS.

By order of: Hon. Clare J. Quish, Circuit Court of Cook County, Illinois, County Dep't, Chancery Division Page 8 of 8