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11	NORTHERN DISTRIC	CT OF CALIFORNIA
12	SAN FRANCIS	
13		
	TERESA MACCLELLAND, et al.,	Case No. 3:21-cv-08592-EMC
14	for Themselves, as Private Attorneys General, and on Behalf of All Others Similarly Situated,	Hon. Edward M. Chen, Courtroom 5
15	Plaintiffs,	OBJECTION TO NEW SUR-REPLY
16	v.	ARGUMENTS AND HEARSAY IN STATUS
17		REPORT FILED APRIL 12 (Dkt. 109)
18	CELLCO PARTNERSHIP D/B/A VERIZON WIRELESS; and VERIZON COMMUNICATIONS	(Motion to Intervene)
	INC.,	DATE: April 17, 2024
19		TIME: 10:00 a.m.
20	Defendants.	
21	ALLISON HAYWARD, PETER HEINECKE,	(Motion for Equitable Redistribution) DATE: May 9, 2024
22	LAWRENCE PRINCE, and WILL YEATMAN, for	TIME: 1:30 p.m.
23	themselves and on behalf of all others similarly	-
	situated,	
24	Intervenors/Cross-Plaintiffs, v.	
25		
26	HATTIS LAW PLLC D/B/A HATTIS & LUKACS,	
27	et al., Cross-Defendants.	
28	Cross-Detendants.	

Case No. 3:21-cv-08592- EMC

INTERVENORS' OBJECTION TO ARGUMENT IN STATUS REPORT

Case No. 3:21-cv-08592- EM

The Hayward Intervenors object to the "Status Report" (Dkt. 109) to the extent it serves as an impermissible sur-reply making new (and repeating old) arguments; and based on its use of unsworn hearsay as evidence. The Court can certainly take judicial notice of the transcript of the March 22 hearing in *Esposito*—though there is nothing in that transcript relevant to the pending intervention motion for the reasons stated in Hayward's briefs. But anything beyond the authentication of the transcript in class counsel's filing violates the local rules or the Federal Rules of Evidence.

The Hayward intervenors moved to intervene February 23, alleging that class members had a cause of action against class counsel for breach of fiduciary duty for filing a new action in New Jersey state court to extract attorneys' fees above and beyond what they'd be entitled to in a settlement of a class action in this Court. Dkt. 89. Class counsel and Verizon opposed on March 8, making hypothetical arguments for why they would choose to multiply proceedings with a fifth lawsuit in a new court with no familiarity with the case. The only reason given in sworn testimony was that "The *Esposito* case was filed in order to achieve a nationwide settlement without prejudicing the plaintiffs' and class members' ability to continue pursuing their earlier-filed class actions against Verizon in the event that the settlement agreement was not ultimately approved." Hattis Decl. ¶ 24, Dkt. 100 at 8. And the parties argued that New Jersey was an appropriate venue as the "center of gravity" because the second-, third-, and fourth-filed class actions were filed in state and federal courts in New Jersey. Dkt. 98 at 3-4; Dkt. 96 at 2. Hayward replied on March 15, pointing out at length that these excuses were absurd, and didn't explain filing a *new* action. Dkt. 106 at 4-9.

With the benefit of knowing what Hayward said in a reply, and with an additional two weeks to think of new excuses, the settling parties at the March 22 *Esposito* hearing gave new reasons for bringing and settling a fifth class action in a new court, and class counsel then uses its so-called "Status Report" to introduce these new arguments for the first time a few days before the hearing. Dkt. 109 at 6-7. This is impermissible sur-reply. N.D. Cal. Loc. R. 7-3(d). Furthermore, it is an impermissible attempt to use unsworn hearsay evidence for the truth of the matter asserted. Fed. R. Evid. 801(c)(2), 802. The self-serving hearsay is especially unreliable to the extent it makes new arguments inconsistent with the March 8 sworn testimony and filings. To the extent that class counsel wishes to create a new factual dispute beyond what they said in their March 8 papers, Hayward requests the opportunity to take discovery.

The Status Report also makes the new argument that Esposito objector Hoang somehow binds

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Hayward. This argument is not just forfeited by its omission in the March 8 responses, but incorrect. Hoang as an objector does not speak for other class members, much less Hayward's proposed class. The Hayward Intervenors are not in privity with Hoang; Hoang is not suing counsel under California law. See generally Dkt. 105 at 10-13; cf. also Smith v. Bayer Corp., 564 U.S. 299, 308-12 (2011). In any event, Hoang thought his repetition of the Hayward argument made as an afterthought on page 62 of his objection so unimportant that he didn't mention it once in 35 minutes of filibustering at the fairness hearing. Tr. 60:16-19. Dated: April 15, 2024 Respectfully submitted, /s/ Theodore H. Frank Theodore H. Frank (SBN 196332) HAMILTON LINCOLN LAW INSTITUTE CENTER FOR CLASS ACTION FAIRNESS 1629 K Street NW, Suite 300 Washington, DC 20006 Voice: 703-203-3848 Email: ted.frank@hlli.org M. Frank Bednarz (pro hac vice application to be filed shortly) HAMILTON LINCOLN LAW INSTITUTE CENTER FOR CLASS ACTION FAIRNESS 1440 W. Taylor St. #1487 Chicago, IL 60607 Voice: (801) 706-2690 Email: frank.bednarz@hlli.org Attorneys for Intervenors

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PROOF OF SERVICE I hereby certify that on this day I electronically filed this Reply Memorandum in support of Intervention using the CM/ECF filing system thus effectuating service of such filing on all ECF registered attorneys in this DATED this 15th of April, 2024. <u>/s/ Theodore H. Frank</u> Theodore H. Frank

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