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UNITED STATES DISTRICT COURT  
NORTHERN DISTRICT OF CALIFORNIA  
SAN JOSE DIVISION

THEODORE BROOMFIELD, *et al.*,  
Plaintiffs,  
v.  
CRAFT BREW ALLIANCE, INC., *et al.*,  
Defendants.

CASE NO.: 5:17-cv-01027-BLF

~~PROPOSED~~ ORDER GRANTING  
PRELIMINARY APPROVAL OF CLASS  
ACTION SETTLEMENT AS MODIFIED

1                    **~~PROPOSED~~ ORDER GRANTING PRELIMINARY APPROVAL**  
2                    **OF CLASS ACTION SETTLEMENT**

3                    Plaintiffs Theodore Broomfield and Simone Zimmer (“Plaintiffs”) and Defendant Craft  
4 Brew Alliance, Inc. (“Defendant” or “CBA”) have entered into a Settlement Agreement, which,  
5 together with the exhibits attached thereto, sets forth the terms and conditions for a proposed  
6 settlement and dismissal of the Action with prejudice as to CBA upon the terms and conditions set  
7 forth therein (the “Settlement Agreement”).

8                    The Court has before it Plaintiffs’ Unopposed Motion for Preliminary Approval of Class  
9 Action Settlement (“Motion”) (ECF No. 115). After reviewing the Motion, the Settlement  
10 Agreement and exhibits thereto, the arguments and authorities presented by the Parties and their  
11 counsel at the Preliminary Approval Hearing held on June 13, 2019 and the record in the Action,  
12 and good cause appearing,

13                    IT IS HEREBY ORDERED, ADJUDGED AND DECREED AS FOLLOWS:

14                    1.            Terms and phrases in this Order shall have the same meaning as ascribed to them in  
15 the Settlement Agreement, unless otherwise defined herein.

16                    2.            The Parties have moved the Court for an order approving the Settlement of the  
17 Action in accordance with the Settlement Agreement, which, together with the documents  
18 incorporated therein, sets forth the terms and conditions for a proposed settlement and dismissal of  
19 the Action with prejudice, and the Court having read and considered the Settlement Agreement  
20 and having heard the Parties, hereby preliminarily approves the Settlement Agreement in its  
21 entirety subject to the Final Approval Hearing referred to in Paragraph 20 of this Order.

22                    3.            This Court finds that it has jurisdiction over the subject matter of this Action and  
23 over all Parties to the Action.

24                    4.            The Court finds that, subject to the Final Approval Hearing, the Settlement  
25 Agreement is fair, reasonable, and adequate, within the range of possible approval, and in the best  
26 interests of the Settlement Class defined below. The Court further finds that the Settlement  
27 Agreement substantially fulfills the purposes and objectives of the class action, and provides  
28 substantial relief to the Settlement Class without the risks, burdens, costs, or delay associated with

1 continued litigation, trial, and/or appeal. The Court also finds that the Settlement Agreement: (a) is  
2 the result of arm's-length negotiations between experienced class action attorneys; (b) is sufficient  
3 to warrant notice of the Settlement and the Final Approval Hearing to be disseminated to the  
4 Settlement Class; (c) meets all applicable requirements of law, including Federal Rule of Civil  
5 Procedure 23 and the Class Action Fairness Act ("CAFA"), 28 U.S.C. § 1715, the U.S.  
6 Constitution, and the Northern District of California's Procedural Guidance for Class Action  
7 Settlements; and (d) is not a finding or admission of liability by CBA or any other person(s), nor a  
8 finding of the validity of any claims asserted in the Action or of any wrongdoing or any violation  
9 of law.

10 **Certification of the Settlement Class**

11 5. For purposes of settlement only: (a) Faruqi & Faruqi, LLP and the Wand Law  
12 Firm, P.C. are appointed Class Counsel for the Settlement Class; and (b) Plaintiffs Theodore  
13 Broomfield and Simone Zimmer are appointed Class Representatives for the Settlement Class.  
14 The Court finds that these attorneys are competent and capable of exercising the responsibilities of  
15 Settlement Class Counsel and that Plaintiffs will adequately protect the interests of the Settlement  
16 Class defined below.

17 6. For purposes of settlement only, the Court conditionally certifies the following  
18 Settlement Class as defined in the Settlement Agreement:

19 All Persons who purchased any four-pack, six-pack, twelve-pack or twenty-four pack of  
20 Kona Beers in the United States, its territories, or at any United States military facility,  
21 during the Class Period.

22 For the purposes of this definition, individuals living in the same household shall be  
23 deemed to be a single Class Member.

24 Kona Beers are defined as all 4-pack, 6-pack, 12-pack, or 24-pack of Longboard Island  
25 Lager, Hanalei IPA, Castaway IPA, Big Wave Golden Ale, Lemongrass Luau, Wailua Wheat, Fire  
26 Rock Pale Ale, Pipeline Porter, Lavaman Red Ale, Koko Brown Ale, Kua Bay IPA, Gold Cliff  
27 IPA, Kanaha Blonde Ale, Liquid Aloha Variety Pack, Island Hopper Variety Pack, Happy Mahalo  
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1 Variety Pack, and Wave Rider Tandem Pack. Excluded from this definition are all Kona Beers  
2 that are sold without packaging (i.e., loose bottles, loose cans, and draft beer).

3 Excluded from the Settlement Class are: (a) CBA's employees, officers and directors, (b)  
4 distributors, retailers or re-sellers of Kona Beers, (c) governmental entities, (d) persons who timely  
5 and properly exclude themselves from the Settlement Class as provided herein, (e) the Court, the  
6 Court's immediate family, and Court staff, and (f) counsel of record for the Parties and their  
7 respective law firms.

8 7. The Court finds, subject to the Final Approval Hearing referred to in Paragraph 20  
9 below, that, solely within the context of and for the purposes of settlement only, the Settlement  
10 Class satisfies the requirements of Rule 23 of the Federal Rules of Civil Procedure, specifically,  
11 that: (a) the Settlement Class is so numerous that joinder of all members is impracticable; (b) there  
12 are questions of fact and law common to the Settlement Class; (c) the claims of the Class  
13 Representatives are typical of the claims of the members of the Settlement Class; (d) the Class  
14 Representatives and Class Counsel will fairly and adequately protect the interests of the members  
15 of the Settlement Class; (d) common questions of law or fact predominate over questions affecting  
16 individual members; and (e) a class action is a superior method for fairly and efficiently  
17 adjudicating the Action.

18 8. If the Settlement Agreement does not receive the Court's final approval, if final  
19 approval is reversed on appeal, or if the Settlement Agreement is terminated or otherwise fails to  
20 become effective, the Court's grant of conditional class certification of the Settlement Class shall  
21 be vacated, the Parties shall revert to their positions in the Action as they existed prior to the  
22 Settlement Agreement, and the Class Representatives and the Class Members will once again bear  
23 the burden to prove their claims at trial.

24 **Notice and Administration**

25 9. The Court approves, as to form, content, and distribution, the Notice Plan set forth  
26 in the Settlement Agreement, including the Claim Form attached to the Settlement Agreement as  
27 **Exhibit 1**, all forms of Notice to the Settlement Class as set forth in the Settlement Agreement and  
28 **Exhibits 2 and 3** thereto, and finds that such Notice is the best notice practicable under the

1 circumstances, and that the Notice complies fully with the requirements of the Federal Rules of  
2 Civil Procedure. The Court further finds that the Notice is reasonably calculated to, under all  
3 circumstances, reasonably apprise members of the Settlement Class of the pendency of this  
4 Action, the terms of the Settlement Agreement, and the right to object to the Settlement and to  
5 exclude themselves from the Settlement Class. The Court also finds that the Notice constitutes  
6 valid, due and sufficient notice to all persons entitled thereto, and meets the requirements of Due  
7 Process. The Court further finds that the Notice Plan fully complies with the Northern District of  
8 California’s Procedural Guidance for Class Action Settlements.

9       10. The Parties have jointly selected a reputable settlement administration company,  
10 CPT Group, Inc. (“CPT”), to serve as the Settlement Administrator. The Court hereby appoints  
11 and authorizes CPT to be the Settlement Administrator, and thereby to perform and execute the  
12 notice responsibilities set forth in the Settlement Agreement.

13       11. The Parties, without further approval from the Court, are hereby permitted to revise  
14 the Claim Form and forms of Notice to the Settlement Class (Exhibits 1 through 3 of the  
15 Settlement Agreement) in ways that are appropriate to update those documents for purposes of  
16 accuracy or formatting, so long as they are consistent in all material respects with the Settlement  
17 Agreement and this Order.

18       12. The Court finds that CBA has fully complied with the notice provisions of the  
19 Class Action Fairness Act of 2005, 28 U.S.C. § 1715, as described in the Declaration of Tammy  
20 B. Webb.

21                                   **Submission of Claims and Requests for Exclusion from Class**

22       13. Class Members who wish to receive benefits under the Settlement Agreement must  
23 complete and submit a timely and valid Claim Form in accordance with the instructions contained  
24 therein. All Claim Forms must be postmarked or electronically submitted by October 7, 2019  
25 (“Claims Deadline”).

26       14. Any person falling within the definition of the Settlement Class may, upon valid  
27 and timely request, exclude him or herself or “opt out” from the Settlement Class. Any such  
28 person may do so if, on or before October 7, 2019 (“Objection/Exclusion Deadline”), they comply

1 with the exclusion procedures set forth in the Settlement Agreement. Any members of the Class so  
2 excluded shall neither be bound by the terms of the Settlement Agreement nor entitled to any of its  
3 benefits.

4 15. Class Members who fail to submit a valid and timely request for exclusion shall be  
5 bound by all terms of the Settlement Agreement and the Final Judgment (if issued), regardless of  
6 whether they have requested exclusion from the Settlement Agreement, regardless of whether they  
7 have submitted a Claim Form, and regardless of whether that Claim Form has been deemed valid.

8 **Objections and Appearances**

9 16. Any Class Member who has not timely filed a Request for Exclusion may object to  
10 the fairness, reasonableness, or adequacy of the Settlement Agreement, to a Final Judgment being  
11 entered dismissing the Action with prejudice, to the attorneys' fees and costs sought by Class  
12 Counsel, or to the service awards sought for the Class Representatives in the amounts as set forth  
13 in the Notice and Settlement Agreement.

14 17. Any Class Member who wishes to object must do so by on or before the  
15 Objection/Exclusion Deadline of October 7, 2019. Settlement Class Members shall submit written  
16 objection to the Court, either by (1) mailing them to the Class Action Clerk, United States District  
17 Court for the Northern District of California, 280 South 1st Street, Courtroom 3, San Jose, CA  
18 95113, or (2) filing them in person at any location of the United States District Court for the  
19 Northern District of California or via the ECF electronic filing system.

20 18. To validly object, the objection must comply with the objection procedures set  
21 forth in the Settlement Agreement, and include the following: (1) a caption or title that identifies it  
22 as "Objection to Class Settlement in *Broomfield v. Craft Brew Alliance, Inc.*, No. 5-17-cv-01027-  
23 BLF" (2) the Settlement Class Member's name, address, telephone number, and if available, email  
24 address, and if represented by counsel, the foregoing information for his/her counsel; (3) whether  
25 the Settlement Class Member, or his or her counsel, intends to appear at the Final Approval  
26 Hearing; (4) whether the objection applies only to the Settlement Class Member, to a specific  
27 subset of the Settlement Class, or to the entire Settlement Class; (5) a clear and concise statement  
28 of the Settlement Class Member's Objection, including all bases and legal grounds for the

1 Objection; (5) documents sufficient to establish the person's standing as a Settlement Class  
2 Member, i.e., verification under penalty of perjury as to the person's purchase of Kona Beers or a  
3 Proof of Purchase; ~~and (6) a list of any other objections submitted by the Settlement Class~~  
4 ~~Member, or his/her counsel, to any proposed class action settlements submitted in any court,~~  
5 ~~whether state or federal, in the United States for the previous five (5) years. If the Settlement Class~~  
6 ~~Member or his/her counsel has not objected to any other class action settlement in any other court~~  
7 ~~in the previous five (5) years, he or she shall affirmatively state so.~~

8 19. Class Members who fail to file and serve timely written objections in compliance  
9 with the requirements of the foregoing paragraph and the Settlement Agreement shall be deemed  
10 to have waived any objections and shall be foreclosed from making any objections (whether by  
11 appeal or otherwise) to the Settlement Agreement and to any of the following: (a) whether the  
12 proposed settlement of the Action on the terms and conditions provided for in the Settlement  
13 Agreement is fair, reasonable, and adequate and should be given final approval by the Court; (b)  
14 whether a judgment and order of dismissal with prejudice should be entered; (c) whether to  
15 approve the Fee Award to Class Counsel; and (d) whether to approve the payment of an Class  
16 Representative Incentive Awards to the Class Representatives.

17 **Final Approval Hearing**

18 20. The Final Approval Hearing shall be held before this Court on December 19, 2019,  
19 at 1:30 p.m. in Courtroom 3 at the Robert F. Peckham Federal Building, located at 280 South 1st  
20 Street, Courtroom 3 San Jose, CA 95113, to determine: (a) whether the proposed Settlement  
21 Agreement is fair, reasonable, and adequate and should be given final approval by the Court; (b)  
22 whether a final judgment and order of dismissal with prejudice should be entered; (c) whether to  
23 approve the payment of the Fee Award to Class Counsel; and (d) whether to approve the payment  
24 of the Class Representative Service Awards to the Class Representatives.

25 21. Plaintiffs and Class Counsel shall file their Motion for Final Approval by no later  
26 than ~~Proposed Date:~~ October 28, 2019.

27 22. Plaintiffs and Class Counsel shall file their Fee Application by no later thirty-five  
28 (35) calendar days before the Objection/Exclusion Deadline and the Claim Deadline.

**Related Orders**

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2       23. All further proceedings in the Action are ordered stayed until Final Judgment or  
3 termination of the Settlement Agreement, whichever occurs earlier, except for those matters  
4 necessary to obtain and/or effectuate final approval of the Settlement Agreement.

5       24. Class Members shall be bound by all determinations and judgments in the Action  
6 concerning the Action and/or Settlement Agreement, whether favorable or unfavorable.

7       25. The Court retains jurisdiction to consider all further applications arising out of or  
8 connected with the proposed Settlement Agreement. The Court may approve the Settlement, with  
9 such modifications as may be agreed to by the Parties, if appropriate, without further notice to the  
10 Class.

11       26. Any Settlement Class Member who does not submit a timely and valid Claim  
12 Form: (a) shall be forever barred from receiving any monetary payment under the Settlement; (b)  
13 shall be bound by the provisions of the Settlement Agreement and all proceedings, determinations,  
14 orders and judgments in the Action relating thereto, including, without limitation, the Final  
15 Judgment, if applicable, and the Releases provided for therein, whether favorable or unfavorable  
16 to the Settlement Class Member.

17       27. If the Settlement receives Final Approval, all Settlement Class Members shall  
18 forever be barred and enjoined from directly or indirectly filing, commencing, instituting,  
19 prosecuting, maintaining, or intervening in any action, suit, cause of action, arbitration, claim,  
20 demand, or other proceeding in any jurisdiction, whether in the United States or elsewhere, on  
21 their own behalf or in a representative capacity, that is based upon or arises out of any or all of the  
22 Released Claims against CBA and the other Released Parties, as more fully described in the  
23 Settlement Agreement.

24       28. If the Settlement Agreement is not approved by the Court in complete accordance  
25 with its terms, each party will have the option of having the Action revert to its status as if the  
26 Settlement Agreement had not been negotiated, made, or filed with the Court. In such event, the  
27 Parties will retain all rights as if the Settlement Agreement was never agreed upon.

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1           29.     In the event that the Settlement Agreement is terminated pursuant to the provisions  
2 of the Settlement Agreement or for any reason whatsoever the approval of it does not become  
3 Final then: (a) the Settlement Agreement shall be null and void, including any provision related to  
4 the award of attorneys' fees, costs and expenses, and shall have no further force and effect with  
5 respect to any party in this Action, and shall not be used in this Action or in any other proceeding  
6 for any purpose; (b) all negotiations, proceedings, documents prepared, and statements made in  
7 connection therewith shall be without prejudice to any person or party hereto, shall not be deemed  
8 or construed to be an admission by any party of any act, matter, or proposition, and shall not be  
9 used in any manner or for any purpose in any subsequent proceeding in this Action or in any other  
10 action in any court or other proceeding, provided, however, that the termination of the Settlement  
11 Agreement shall not shield from subsequent discovery any factual information provided in  
12 connection with the negotiation of this Settlement Agreement that would ordinarily be  
13 discoverable but for the attempted settlement; (c) other than as expressly preserved by the  
14 Settlement Agreement in the event of its termination, the Settlement Agreement shall have no  
15 further force and effect with respect to any party and shall not be used in the Action or any other  
16 proceeding for any purpose; and (d) any party may elect to move the Court pursuant to the  
17 provisions of this paragraph, and none of the non-moving parties (or their counsel) shall oppose  
18 any such motion.

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**IT IS SO ORDERED.**

DATED: June 14, 2019

  
Honorable Beth Labson Freeman  
United States District Judge