	Christopher A. Seeger (pro hac vice)	
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11	UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA OAKLAND DIVISION	
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14	Aberin et al. v. American Honda Motor Co., Inc.	Case No. 4:16-cv-04384-JST
15		DECLARATION OF CHRISTOPHER A.
16		SEEGER IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF
17		CLASS SETTLEMENT
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20	I, Christopher A. Seeger, hereby declare under penalty of perjury under the laws of the	
21	United States as follows:	
22	1. I am a founding partner of Seeger Weiss LLP ("Seeger Weiss" or, with Carella, Byrne, Cecchi, Brody & Angello, P.C. "Class Counsel"). I am admitted <i>pro hac vice</i> in the above captioned action ("Action"), I am one of the attorneys who has worked on the Action and am currently appointed to serve as Class Counsel for the litigation classes certified by the Court in this	
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27 Action. I have personal knowledge of th		set forth herein. Capitalized terms contained in
	DECLARATION OF CHRISTOPHER A. SEEGER IN SUPPORT OF MOTION	

FOR PRELIMINARY APPROVAL OF CLASS SETTLEMENT - 1 CASE No. 4:16-cv-04384-JST

# Case 4:16-cv-04384-JST Document 429-1 Filed 04/27/23 Page 2 of 8

this Declaration have the same meaning as set forth in the parties' Settlement Agreement, unless otherwise noted herein.

2. Attached as Exhibit "1" is a true and correct copy of the Class Action SettlementAgreement entered into by the parties to this action, including all exhibits to the SettlementAgreement:

Exhibit A – [Proposed] Notice; Exhibit B – [Proposed] Preliminary Approval Order; and Exhibit C – [Proposed] Final Approval Order.

3. Plaintiffs in this Action allege that Defendant American Honda Motor Co. ("Defendant" or "Honda") marketed and sold certain Acura vehicles with a HandsFreeLink ("HFL") Bluetooth interface which was defective, and would fail to properly shut down after the vehicles were shut off, causing an excessive electric parasitic drain on the vehicle's battery and wider electrical system, leading to premature battery and alternator failure, and posing a safety hazard to owners.

4. The Settlement reached represents the culmination of years of zealous representation and advocacy by Class Counsel and other firms on behalf of Plaintiffs, the Class Members, and the proposed Settlement Class Members. Milestones of Class Counsel's work and successes include, among others, defeating a motion to transfer, defeating in substantial measure several motions to dismiss, briefing several discovery disputes. taking and defending the depositions of over 13 fact witnesses, including those of Plaintiffs (some of whom appeared more than once), taking and defending the depositions of nine (9) experts, obtaining certification of four litigation classes, opposing Honda's efforts to appeal and otherwise decertify the certified classes, and opposing a motion for summary judgment (and related motions to strike expert testimony). A complete recitation of the work undertaken in this Action will be presented with Class Counsel's

DECLARATION OF CHRISTOPHER A. SEEGER IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF CLASS SETTLEMENT - 2 CASE NO. 4:16-CV-04384-JST

# Case 4:16-cv-04384-JST Document 429-1 Filed 04/27/23 Page 3 of 8

petition for an award of attorneys' fees, expenses, and costs which will be filed with Plaintiffs' motion for final approval.

5. The Parties initially undertook to mediate the claims of the putative classes in this Action before Ellen Reisman of Reisman Karron Greene LLP on February 11, 2020, and before class-related expert discovery. These efforts were unsuccessful.

After Plaintiff obtained certification of classes of purchasers from four states on 6. March 23, 2021 (ECF No. 291), and after further discovery and extensive motion practice, the Parties undertook once again to resolve the claims of the certified classes. Under the auspices of the Honorable Daniel J. Buckley (Ret.) of Signature Resolution, who is the former Presiding Judge of the Superior Court of California, Los Angeles County, the Parties reached the terms of the benefits to be provided to the Settlement Class Members. In advance of the first mediation session on September 22, 2022, the Parties submitted their mediation statements. Between that first session and the next session on October 12, 2022, the Parties continued to discuss the issues and disputes in the Action with the assistance of Judge Buckley, and reached an understanding of and agreement on the basic Settlement benefits. At this second session, the Parties also began to discuss reasonable attorneys' fees, expenses and costs, and a reasonable Service Award for the Plaintiffs and Class Representatives, but were unable to agree on either. Thereafter, the Parties turned to negotiating the full terms of the Settlement Agreement, which was finalized and entered into on February 28, 2023. At all times, the Parties engaged in vigorous, arm's-length discussions. The Declaration of the Honorable Danial Buckley (Ret.) discussing his role in and view of the mediation is attached here as Exhibit "2".

7. Based on the extensive knowledge of the record in this Action and bringing decades of experience litigating actions such as this, Class Counsel have examined the benefits to be

DECLARATION OF CHRISTOPHER A. SEEGER IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF CLASS SETTLEMENT - 3 CASE NO. 4:16-CV-04384-JST

### Case 4:16-cv-04384-JST Document 429-1 Filed 04/27/23 Page 4 of 8

obtained under the terms of this Settlement Agreement, have considered the risks associated with the continued prosecution of the Action and the likelihood of success on the merits of the Litigation and believe that, after considering all of the facts and circumstances, the proposed settlement set forth in this Settlement Agreement offers significant benefits to Settlement Class Members and is fair, reasonable, adequate, and in the best interests of the Settlement Class Members.

8. Under the Settlement, Settlement Class Members are offered two categories of benefits which address the impact the HFL defect had on the Settlement Class Members ownership of their Settlement Class Vehicles, with each offering cash payments. (1) Settlement Class Members who paid out of pocket for parts or labor for an HFL Replacement associated with excessive parasitic drain prior to the Settlement Class Vehicle reaching 10 years or 120,0000 miles from original purchase are eligible for HFL Replacement Reimbursements of up to \$500 for each replacement of an HFL Unit after indication of excessive parasitic drain; and (2) Settlement Class Members may be eligible for a \$350 payment if the HFL Unit was disconnected from the HFL System *or* there was simply indication that the HFL Unit suffered from excessive parasitic drain prior to the vehicle reaching 10 years or 120,000 miles from original purchase. Settlement Class Members may be eligible for more than one benefit or payment under the Settlement.

9. The model of damages that Plaintiffs had developed for trial focused on "overpayment" for the Class Vehicles, where the overpayment premium of \$2,100.70 for each vehicle was depreciated over a 12-year term and allocated between initial and subsequent purchasers. Using Plaintiff Kelly as an example, he was the third purchaser of his vehicle. The initial purchaser (who owned the vehicle for just under three years) overpaid \$792.66 for the vehicle, the second owner (who owned the vehicle for over eight years) overpaid \$1,084.20 for the vehicle, and Mr. Kelly (who owned for the remaining term), overpaid \$224.84. *See* Expert Report

DECLARATION OF CHRISTOPHER A. SEEGER IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF CLASS SETTLEMENT - 4 CASE NO. 4:16-CV-04384-JST of D.C. Sharp, Ph.D. (ECF No. 249-48 at p. 14). While we do not know yet if the first two owners will be submitting claims (which claims may be based solely on proof of "indication that the vehicle suffered from excessive parasitic drain from the HFL Unit"), a Settlement Class Member like Mr. Kelly, who had a diagnosed HFL drain and disconnected the unit, will be eligible for \$350. Thus, the Settlement benefits represent a substantial portion of any award Class Members may have received from trial and may exceed such an award in many instances.

10. Class Counsel estimates that over 550,000 Settlement Class Members (based on registration data) have purchased approximately 171,000 Settlement Class Vehicles<sup>1</sup> (either new or used) in the four certified states. While a more detailed analysis of the total value of the benefits offered by Settlement will be submitted in support of Final Approval and Class Counsels' Fee Petition, Class Counsel very conservatively estimates that the value of benefits available to Settlement Class Members is well in excess of \$23 million. This estimation is based on Class Counsel's consultation with an expert, and after preliminary analysis of the Settlement benefits against the factual record reflecting the "CRAZY" demand for replacement HFL Units (as Honda's 2013 investigation described it) (See ECF No. 259 at 10-12, Exhibit "X") and total replacement part sales data Needless to say, in the years since Honda made its 2013 calculation, the replacements have only continued to increase. While there is no direct data about the frequency and number of disconnections of HFL Units (which practice was less expensive than replacement), an estimate can be conservatively made based on the historic trends of the replacement part demand, and are included in Class Counsel's \$23 million estimate. However, this estimate does not consider that the Settlement provides an HFL Disconnection Payment of \$350 simply with

<sup>&</sup>lt;sup>1</sup> The maximum value of the "overpayment" model Plaintiffs would have presented at trial, assuming the jury found Honda liable and did not discount the base "overpayment" per vehicle due any number of factors, was \$360,786,822.

### Case 4:16-cv-04384-JST Document 429-1 Filed 04/27/23 Page 6 of 8

proof of an "indication that the vehicle suffered from excessive parasitic drain from the HFL Unit that was not replaced" whether or not it was actually disconnected. Settlement Agreement § 2.30. Given the frequently intermittent nature of the HLF defect, Class Counsel believes that a substantial number of Settlement Class Members would fall into that benefit category and would be eligible for a \$350 Settlement payment whether or not they took any other action. However, Class Counsel currently lacks data relating to the frequency or number of such incidents. However, Honda agrees as part of the Settlement that each Settlement Class Member is eligible for a Settlement benefit "subject to the qualifications including time and mileage restrictions." Settlement Agreement § 3.1.

11. Although the Parties were able to agree on the benefits for the Settlement Class Members, they were unable to agree on reasonable amounts for Service Awards as part of the Settlement, but are continuing negotiations. With their papers seeking Final Approval of the Settlement, Plaintiffs will separately ask the Court to approve Service Awards for the named Plaintiffs, which are to be paid out separate from the Settlement Class benefits. Plaintiffs have actively participated in the litigation and assisted Class Counsel in drafting the respective complaints and other documents, consulted with Class Counsel as needed, answered discoveryrelated requests for information, sat for hours of depositions each (with some having to sit for a second deposition), made their vehicles available for day-long inspections by Honda and its expert, and participated in settlement and strategy discussions. Consistent with awards regularly granted under similar circumstances, Plaintiffs believe that they should be compensated for their work done in support of the litigation and for assisting Class Counsel in achieving a strong settlement on behalf of the Class, as well as the reputational and other risks they undertook in bringing this Action.

DECLARATION OF CHRISTOPHER A. SEEGER IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF CLASS SETTLEMENT - 6 CASE NO. 4:16-CV-04384-JST

### Case 4:16-cv-04384-JST Document 429-1 Filed 04/27/23 Page 7 of 8

12. Similarly, the Parties were unable to agree on a reasonable amount for an award of attorneys' fees, expenses and costs, but are continuing negotiations. With their papers seeking Final Approval of the Settlement, Class Counsel will separately ask the Court to approve such an award, which is to be paid out separate from the Settlement Class benefits. In prosecution of the claims of Plaintiffs and the Settlement Class, to Class Counsel and the other firms that worked with Class Counsel throughout the litigation committed over 12,000 hours for a lodestar value of over \$9 million, with costs and expenses of over \$1,180,000 to date. Given the successes in this litigation, and depending on the outcome of the Parties' continuing negotiations, Class Counsel undertook this litigation and representation of Plaintiffs, the Class Members and the proposed Settlement Class Members on a full contingent basis, and may seek a multiplier based on their successes.

13. Class Counsel was impressed by the work by JND Legal Administration ("JND") LLC as the Court-appointed Notice Administrator (ECF No. 326) in providing notice of the Court's order granting class certification, and believes that their appointment as Settlement Notice Administrator would effectively and efficiently build on their work and successes in that Notice Plan. The Declaration of Gina Interpido Bowden of JND sets forth the qualification of JND and the Notice Plan for the Settlement, and is attached hereto as **Exhibit "3**". In conversation with JND and Class Counsel's experience, it is Class Counsel's opinion that, particularly given the robust Notice Plan agreed to by the Parties as part of the Settlement, a claims rate of 10-15% can reasonably be expected.

14. The Parties agreed that Honda will serve as the Settlement Administrator. Settlement Agreement, ¶¶ 2.39, 4.9. As set forth in the Declaration of Rachel A. Straus in Support of Plaintiffs' Unopposed Motion Preliminarily Approving Settlement and Certifying Settlement

DECLARATION OF CHRISTOPHER A. SEEGER IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF CLASS SETTLEMENT - 7 CASE NO. 4:16-CV-04384-JST

## Case 4:16-cv-04384-JST Document 429-1 Filed 04/27/23 Page 8 of 8

Class, And Approving Notice to the Class and Scheduling Final Approval Hearing which is attached hereto as **Exhibit "4"**, Honda has substantial experience with the responsibilities as Settlement Administrator.

I declare under penalty of perjury that the foregoing is true and correct. Executed this 27th day of April, 2023, at Ridgefield Park, New Jersey.

<u>/s/ Christopher A. Seeger</u> Christopher A. Seeger

DECLARATION OF CHRISTOPHER A. SEEGER IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF CLASS SETTLEMENT - 8 CASE NO. 4:16-CV-04384-JST