Dowling Aaron Incorporated Donald R. Fischbach, Bar No. 053522 dfischbach@dowlingaaron.com Mark D. Kruthers, Bar No. 179750 mkruthers@dowlingaaron.com 8080 N. Palm Avenue, Third Floor Fresno, California 93711 Telephone: (559) 432-4500 5 Payne & Fears LLP C. Darryl Cordero, Bar No. 126689 cdc@paynefears.com Scott O. Luskin, Bar No. 238082 sol@paynefears.com Matthew K. Brown, Bar No. 252503 mkb@paynefears.com 9 | Leilani E. Livingston, Bar No. 298896 lli@paynefears.com 10 || 1100 Glendon Avenue, Suite 1250 Los Angeles, California 90024 Telephone: (310) 689-1750 11 12 Marko & Magolnick, P.A. Joel S. Magolnick, Bar No. 776068 13 magolnick@mm-pa.com 3001 S.W. 3rd Avenue Miami, Florida 33129 Telephone: 305-740-1967 Attorneys for Plaintiff Dakota Medical, Inc., dba Glenoaks Convalescent Hospital 17

UNITED STATES DISTRICT COURT

EASTERN DISTRICT OF CALIFORNIA, FRESNO DIVISION

DAKOTA MEDICAL, INC., individually, and on behalf of all others similarly situated,

Plaintiff,

v.

REHABCARE GROUP, INC., et al.,

Defendants.

Case No.: 1:14-cv-02081-DAD-BAM

Hon. Dale A. Drozd

Declaration of Kenneth Jue on Behalf of Settlement Administrator in Support of Motion for Final Approval

[Fed. R. Civ. P. 23]

Date: Sept. 7, 2017 Time: 9:30 A.M.

Courtroom: 5

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| I. | Kenneth | Jue, | decl | lare |
|----|---------|------|------|------|
| 7 | | , | | |

- I am employed as a senior project manager of the Class Action Group at 1. KCC, LLC. KCC serves as the court-appointed administrator of the *RehabCare Group* class settlement. I am responsible for overseeing the administrative services provided in this settlement. I have personal knowledge of the facts set forth herein and, if called as a witness, could and would testify competently thereto.
- On April 26, 2017 the parties provided a "Master Facsimile Transmission 2. Database" of class members to KCC. The database contained 12,867 line entries populated by telephone numbers. For 11,967 line entries, there was a name and address also listed.
- Commencing on May 10, 2017, KCC sent the Notice and Class Member 3. Information Form ("CMIF") via fax to 12,867 class members at all telephone numbers listed in the MFTD. The CMIF asked members to update their contact information and included a substitute Form W-9. For class members for whom a name or address was missing in the MFTD, KCC sent an alternative version of the CMIF. The alternative form explained that because complete name and address information was missing, it was necessary for the class member to complete the form in order to receive payment under the settlement. Of the 12,867 attempted transmissions, 10,898 were successfully transmitted.
- KCC had or was able to obtain address information for 1,855 out of 1,969 4. class members for whom facsimile notice was unsuccessful. On May 17, 2017, KCC mailed the Notice and CMIF to the 1,855 class members through the United States Postal Service ("USPS").
 - To date, the USPS has returned as undeliverable 276 mailed Notices and 5.

CMIFs. KCC ran a search for an updated address for these 276 class members and updated and re-mailed the Notice and CMIF to 12 class members. To date, none of these 12 re-mailed Notice and CMIFs have been returned as undeliverable.

- 6. In sum, KCC delivered the Notice and accompanying CMIF to 12,489 of the 12,867 class members: 10,898 by facsimile and 1,591 by mail through the USPS.
- 7. On May 10, 2017, the Settlement Website, located at www.RehabCareSettlement.com, went online. On the website, visitors can view copies of the CMIF, IRS W-9 Form, Notice, Settlement Agreement, and other court documents, as well as read Frequently Asked Questions (and their answers), and look up whether a fax number may be eligible under the settlement. On July 21, 2017, the website was updated to allow class members to submit a substitute W-9 Form electronically. As of July 31, 2017, there have been 2,190 visitors to the website.
- 8. On May 10, 2017, the Settlement Phone Line, 866-683-9606, became active. Callers can speak to a live operator during business hours regarding questions they have about the case. As of July 31, 2017, there have been 28 calls to the Settlement Phone Line.
- 9. The deadline for class members to submit a request for exclusion ("opt-out") from the class was July 14, 2017. To date, KCC has received a timely opt-out request from one class member, Robinson Health Care of North Little Rock, Arkansas. (Robinson was credited with 286 shares in the MFTD.)
- 10. As of this date, no class member has notified KCC that he or she objects to the settlement.
 - 11. The deadline for class members to submit a completed CMIF to provide an

| updated mailing address is September 7, 2017. As of July 29, 2017, KCC has received 272 |
|---|
| CMIFs. There are 604 class members whom KCC does not have sufficient information to |
| provide payment because either the name or address is missing. These 604 class members |
| would be eligible for 22,640 shares if their names and addresses were provided. |

- 12. If the distribution were held today, 12,262 class members would be sent settlement checks from KCC. This represents the original 12,867 class members, minus the 604 class members for whom we lack name or address information and the one member that elected to opt-out. The 12,262 eligible class members would be credited with a total of 2,234,675 shares under the settlement.
- 13. I have prepared a projection of the settlement accounting and distribution based on current data. My estimate assumes about \$100,000 for total cost of notice and settlement administration, and that the motions for attorneys' fees and expenses and incentive payment to the class representative are granted in full. The following shows the projection:

| Gross settlement payment | 25,000,000.00 |
|----------------------------------|----------------|
| Deductions | |
| Notice/settlement administration | (100,000.00) |
| Attorneys' fees | (8,333,333.00) |
| Attorneys' expenses | (137,837.54) |
| Class representative payment | (15,000.00) |
| Net distribution to class | 16,413,829.46 |

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PAYNE & FEARS I

I declare under penalty of perjury under the laws of the State of California and the United States of America that the foregoing is true and correct. Executed on this thirty-first day of July 2017 at San Rafael, California.

Kenneth Jue