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Equal Employment Opportunity Commission v. Hollywood Entertainment Corp, d/b/a Hollywood Video Stores

Judge Robert S. Lasnik

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Equal Employment Opportunity Commission v. Hollywood Entertainment Corp, d/b/a Hollywood Video Stores

Keywords

Equal Employment Opportunity Commission, E.E.O.C., EEOC, Hollywood Entertainment Corporation, Hollywood Entertainment Corp., Hollywood video Stores, Employment Law, Consent Decree, Title VII, ADEA, Compensation, Disparate Treatment, Sex, Female, Media, C01-0230L

TOJUDGE DJ **ENTERED** ODGEĎ RECEIVED נמ APR 15 2003 APR 1 4 2003 Honorable Robert S Lasnik 1 AT SEATTLE CLERK U.S. DISTRICT COURT DEPUTY ORIGINAL 3 UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF WASHINGTON EQUAL EMPLOYMENT OPPORTUNITY COMMISSION, Plaintiff, 8 C01-0230L Case No 9 HOLLYWOOD ENTERTAINMENT CORP. 10 d/b/a Hollywood Video Stores, 11 Defendant CV 01 00230 #00000014 12 **EQUAL EMPLOYMENT OPPORTUNITY** COMMISSION, 13 Plaintiff. 14 15 Case No C01-1531L HOLLYWOOD ENTERTAINMENT CORP, 16 CONSENT DECREE AND ORDER d/b/a Hollywood Video Stores, [PROPOSED] 17 Defendant 18 I. INTRODUCTION 19 These actions originated with a charge of employment discrimination filed with 20 the Equal Employment Opportunity Commission ("the Commission") on September 28, 1999 by 21 Suzanne Adams and a subsequent amendment to that charge ("Charge") The Charge, which was 22 the basis for C01-0230L, alleged that Hollywood Entertainment Corp, ("the Company") 23 discriminated against Ms Adams on the basis of her age in violation of the Age Discrimination 24 in Employment Act of 1967, 29 USC § 601 et seq., ("ADEA"), by paying her less in wages 25 than similarly situated younger employees The Charge, which was also the basis for C01-26 1531L, further alleged that the Company discriminated against Ms. Adams and a class of 27

similarly situated female employees in violation of Title VII of the Civil Rights Act of 1964, 42

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CONSENT DECREE – Page 1

CONSENT DECREE - Page 2

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In settlement of this suit, the Company agrees to pay Eighty-Seven Thousand Dollars and No Cents (\$87,000 00) to the class members in settlement and satisfaction of all claims for monetary relief which were or could have been asserted in the consolidated case by any individual and/or class members. The allocation of the settlement proceeds to the class members will be determined by the Commission. Payment of settlement proceeds to class members will be made in the following manner.

- No later than May 15, 2003, the Commission will provide to the Company a list of all class members entitled to receive proceeds and the amounts to which they are entitled. The Company will determine the last known addresses and social security numbers for those persons based on the Company's records
- Ms Adams will be required to sign a separate "Settlement Agreement and Release of All Claims" in the form of the release attached as Exhibit 2-A No later than May 30, 2003, the Company will send to each class member a "Settlement Agreement and Release of All Claims" in the form of the release attached as Exhibit 2-B. Class members shall be required to return their executed "Settlement Agreement and Release of All Claims" to the Company on or before July 30, 2003
 - No later than **August 15, 2003**, the Company shall issue a payroll check in an amount representing back pay, reduced by all payroll withholdings and FICA contributions required by law for all persons returning an executed release. The Company will also timely issue to each recipient an IRS W-2. Form representing back pay payments. Checks shall be mailed by first class mail to class members at their last known address as maintained by the Company in its records.

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No later than August 20, 2003, the Company will verify the mailing by providing to the EEOC a list of the Claimants and addresses to whom the checks were mailed with the amounts of those checks, copies of the checks, and a Declaration of an appropriate company official attesting that the Company mailed the checks in compliance with the Decree, along with a list of class members whose original releases were returned as "undeliverable"

No later than August 29, 2003, the Company will submit the list of class members whose original releases were returned as "undeliverable" to an electronic locator service. The electronic locator service will have 60 days (until October 30, 2003) to provide the Company with updated information The Company will resubmit releases to any new addresses no later than November 15, 2003 Class members to whom these releases are mailed will have until January 15, 2004, to submit to the Company an executed release If a class member has not negotiated any check within 180 days following January 15, 2004 (July 15, 2004), the funds represented by such checks shall be forfeited and shall be donated by the Company to a charitable organization mutually agreeable to the parties The Company shall include a Notice, jointly identified in Exhibit 3 drafted by the parties and attached as Exhibit 4, that notifies potential Claimants of the possible forfeiture of their monetary relief if they fail to timely negotiate any check awarded to them

f Individuals receiving payments under the Decree bear the ultimate responsibility for the tax consequences of the payments received. The Notice will notify them of this responsibility.

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A. General Provisions

The Company reaffirms its commitment to continue to comply with the requirements of the ADEA, Title VII, the EPA and all other federal laws against discrimination in its employment decisions. To further this commitment, it shall monitor its affirmative obligations under this Consent Decree

The Company shall not retaliate against any current or former employee for opposing any practice made unlawful by the ADEA, Title VII or the EPA. Nor shall the Company retaliate against any current or former employee for making a charge or for testifying, assisting, or participating in any investigation, proceeding, or hearing associated with the consolidated case.

B. Establishment of Policy and Procedures to Prevent Discrimination

In recognition of its obligations under the ADEA, Title VII and the EPA, the Company has agreed to the Commission's review of its current equal employment opportunity policies to insure compliance therewith. The Company will provide these materials within forty-five (45) days after entry of the Decree. Within thirty (30) days after receipt of these materials, the Commission shall recommend any changes or modifications to the policies. The Company agrees to make reasonable revisions suggested by the Commission pursuant to such review

Following of entry of the Consent Decree, and within ninety (90) days after the receipt of any proposed revisions from the Commission to its equal employment opportunity policies, the Company shall ensure the distribution of the policies in all store locations, and ensure that all new employees, both management and non-management, receive a copy of the revised policies. These policies shall be posted on a centrally located bulletin board at all store locations where notices to employees are normally posted or where employees will see the notice

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CONSENT DECREE - Page 5

C. Training

To further the purposes and requirements of this Consent Decree, the Company will continue its regular training of all managers and employees in the area of employment discrimination during the term of the Consent Decree To help accomplish this goal, the Company agrees to provide its training materials to the Commission within forty-five (45) days after entry of the Decree Within thirty (30) days after receipt of these materials, the Commission shall recommend any changes or modifications to the training materials. The Company agrees to implement all reasonable suggestions. The Company agrees that within ninety (90) days after completion of that review to provide training to all employees and managers in the areas of discrimination, harassment and retaliation

D. Reporting

Six (6) months after entry of this Consent Decree and thirty (30) days after the conclusion of the term of the Consent Decree, the Company shall provide a report to the Commission on the Company's compliance with the Consent Decree That report shall include copies of the attendee lists, evaluations, and materials for the training required by this Decree If the Company has not complied with any term of the Consent Decree, the statement shall specify the areas of noncompliance, the reason for the noncompliance, and the steps taken to bring the Company into compliance

VI. ENFORCEMENT

13. The United States District Court for the Western District of Washington shall retain jurisdiction over this matter for the duration of the Consent Decree—If the Commission concludes that the Company has breached any of the above provisions, it shall promptly notify the Company providing a written statement of the alleged breach—The parties shall attempt to resolve the dispute for a period not to exceed thirty (30) days after the Commission's notification of the alleged breach—If the Commission is unable to resolve the dispute to its satisfaction, the Commission may bring an action to enforce this Decree

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VII. TERMINATION OF DECREE

1	VII. IEMMINATION OF BECKEE			
2	This Consent Decree shall be in effect for one (1) year commencing with the date			
3	the Consent Decree is entered by the Court If the Commission petitions the Court and the Court			
4	finds the Company to have violated the terms of the Consent Decree, the Court may extend the			
5	period of the Consent Decree and award the Commission its costs in bringing an enforcement			
6	action			
7	The EEOC and the Company have agreed to issue a joint press release, attached as			
8	Exhibit 5, announcing the full and final settlement of all claims brought by the EEOC in these			
9	cases			
10				
11	DATED this 14th day of April , 2003			
12	A LUIS LUCERO, JR GWENDOLYN YOUNG REAMS Regional Attorney Associate General Counsel			
13	JOHN F STANLEY			
14	Acting Supervisory Trial Attorney			
15	WESLEY KATAHIRA Senior Trial Attorney			
16	BY a. Jus Jucew /			
17	EQUAL EMPLOYMENT OPPORTUNITY EQUAL EMPLOYMENT OPPORTUNITY COMMISSION			
18	Seattle District Office Office Office of the General Counsel 1801 "L" Street NW			
19	Seattle, Washington 98104 Washington, DC 20507			
20	Telephone (206) 220-6883 Attorneys for Plaintiff			
21				
22	FOR HOLLYWOOD ENTERTAINMENT CORP			
23	Ву			
24	REX DARRELL BERRY LIVINGSTON & MATTESICH LAW			
25	CORPORATION 1201 K Street, Suite 1100			
26	Sacramento, CA 95814 (916) 442-1111			
27	Attorneys for Defendant			

CONSENT DECREE – Page 7

ORDER

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2	The Court having considered the foregoing stipulated agreement of the parties, IT IS					
3	HEREBY ORDERED THAT the foregoing consent decree be, and the same hereby is, approved					
4	as the final decree of this Court in full settlement of these consolidated actions These lawsuits					
5	are hereby dismissed with prejudice and without costs or attorneys' fees to any party. The Court					
6	retains jurisdiction of this matter for purposes of enforcing the consent decree approved herein					
7	DATED this 15th day of, 2003					
8	Mrt S Carink					
9	ROBERT S LASNIK					
10	UNITED STATES DISTRICT JUDGE					
11						
12						
13						
14						
15	PRESENTED BY					
16	Weden Blile					
17	WESLEY KATAHIRA FOULAL FORD OVACENT OPPORTUNITY					
18	EQUAL EMPLOYMENT OPPORTUNITY COMMISSION					
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EXHIBIT 1

Capital Hill Lake Forest Park

Seattle/Woodinville

Westwood

Ramer

Wallingford

Redmond

Seattle/23rd Avenue S

Seattle/Alaska St

Seattle/32nd Avenue Seattle/Redmond/28th Avenue

EXHIBIT 2-A

SETTLEMENT AGREEMENT AND RELEASE OF ALL CLAIMS

By and Between SUZANNE ADAMS and

HOLLYWOOD ENTERTAINMENT CORP

This Settlement Agreement and Release of All Claims arises out of all events leading to the lawsuits entitled "Equal Employment Opportunity Commission, Plaintiff, v. Hollywood Entertainment Corp., Defendant, denominated as United States District Court for the Western District of Washington, Cause Number C01-0230L and "Equal Employment Opportunity Commission, Plaintiff, v. Hollywood Entertainment Corp., Defendant, denominated as United States District Court for the Western District of Washington, Cause Number C01-1531L

	The par	ties agree as follows			
and		HOLLYWOOD agrees to pay to	SUZANNE ADAMS	the sum of	_Dollars
represer (collect	ntatives, ively "R ination i	SUZANNE ADAMS agrees agrees ever discharges HOLLYWOOD, ar agents, managers, supervisors, officeleasees"), from any and all claims, in the payment of wages that I have	that in consideration of the any parent companies, ideas, owners and/or emplicances of action, or hab	, affiliated companies, ployees of HOLLYWC ulities of age and sex	OOD
claim, I any clai these la ordinan	awsuit, aum of sex wsuits ices Titl	Other than receiving monetary religiously waives her right to file or starbitration, charge, complaint, or call and age discrimination in the payor. This includes but is not limited to a e VII of the Civil Rights Act of 1960 in Employment Act of 1967.	hare in any relief resultir use of action against any nent of wages which was ny alleged violation of th	ng from any other griev of the Releasees base s, or could have been be the following statutes, l	vance, ed upon prought in laws, and
		The parties jointly agree that no parting into this Settlement Agreement amicable resolution of all past and p	and Release of All Clau	ms Instead, it is offer	
she has <u>All Cla</u> executi	an oppo <u>ims</u> Th on Sucl	SUZANNE ADAMS unders on Act to consider this Agreement sortunity to consult with legal counse is Agreement may be revoked by SI h revocation must be in writing If it is day after its execution	for 21 days <u>SUZANN</u> I in regard to this <u>Settlen</u> JZANNE ADAMS wit	NE ADAMS _acknow. nent Agreement and R hin seven (7) days afte	ledges that <u>elease of</u> er its
HOLLY	YWOOD	ENTERTAINMENT CORP			
BY			Date		
	SUZA	NNE ADAMS	Date		

EXHIBIT 2-B

SETTLEMENT AGREEMENT AND RELEASE OF ALL CLAIMS

By and Between

and
HOLLYWOOD ENTERTAINMENT CORP
This <u>Settlement Agreement and Release of All Claims</u> arises out of all events leading to the lawsuit entitled " <u>Equal Employment Opportunity Commission</u> , <u>Plaintiff</u> , v <u>Hollywood Entertainment Corp</u> , <u>Defendant</u> , denominated as United States District Court for the Western District of Washington, Cause Number C01-1531L.
The parties agree as follows
A HOLLYWOOD agrees to pay to the sum of Dollars and Cents (\$)
B agrees (1) agrees that in consideration of the terms stated herein, she releases and forever discharges HOLLYWOOD, and any parent companies, affiliated companies, representatives, agents, managers, supervisors, officers, owners and/or employees of HOLLYWOOD (collectively "Releasees"), from any and all claims, causes of action, or liabilities of sex discrimination in the payment of wages that I have or otherwise could have alleged in the above-titled lawsuit
Other than receiving monetary relief in settlement of the present lawsuit, knowingly waives her right to file or share in any relief resulting from any other grievance, claim, lawsuit, arbitration, charge, complaint, or cause of action against any of the Releasees based upon any claim of sex discrimination in the payment of wages which was, or could have been brought in the lawsuit. This includes but is not limited to any alleged violation of the following statutes, laws, and ordinances. Title VII of the Civil Rights Act of 1964, as amended, and the Equal Pay Act.
C The parties jointly agree that no party admits any wrongdoing or violation of law by offering or entering into this Settlement Agreement and Release of All Claims. Instead, it is offered and accepted as an amicable resolution of all past and present matters between the parties
HOLLYWOOD ENTERTAINMENT CORP
BY Date
Date

EXHIBIT 3

Charitable organization to which Hollywood Entertainment Corp will donate any unclaimed backpay funds:

Starlight Foundation of Washington 4536 150th Ave , NE Redmond, WA 98052

1 2	EXHIBIT 4	Honorable Robert S. Lasnik
3 4		
5		
6	UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF WASHINGTON	
7		
8	EQUAL EMPLOYMENT OPPORTUNITY COMMISSION,)) Case No C01-0230L
10	Plaintiff,)))
11	v)
12	HOLLYWOOD ENTERTAINMENT CORP,	
13	d/b/a Hollywood Video Stores,)
14	Defendant)
15	EQUAL EMPLOYMENT OPPORTUNITY	_))
16	COMMISSION,) Case No C01-1531L
17	 Plaintiff,)) NOTICE OF SETTLEMENT
18	ŕ)
19 20	V)
20 21	HOLLYWOOD ENTERTAINMENT CORP, d/b/a Hollywood Video Stores,)
22	Defendant)))
23 24 25 26 27 28	AND RELEASE OF ALL CLAIMS YOU HAVE BEEN IDENTIFIED FOR CLASS MEMBER ENTITLED TO YOU FAIL TO SIGN AND RETURA AGREEMENT AND RELEASE OF	NOT RECEIVE ANY PAYMENT OF

1	RELEASE OF ALL CLAIMS," you will receive your checks by first class mail If you		
2	change your address at any time after you return your completed "SETTLEMENT		
3	AGREEMENT AND RELEASE OF ALL CLAIMS," you must fill out the attached Change		
4	of Address Form and send it to the Company at the address listed above		
5	7 Questions? If you have any questions about this settlement or to ask for a copy		
6	of the Consent Decree, please contact Kım Howard, the Settlement Fund Administrator at		
7	Hollywood Entertainment Corp , 9275 S W Peyton Lane, Wilsonville, OR 97070, (503) 570-		
8	1696		
9	A CONTROL OF A STRUCTURE OF A STRUCTURE A CONTROL OF A STRUCTURE A		
10	NOTICE. THIS NOTICE AND THE "SETTLEMENT AGREEMENT AND RELEASE OF ALL CLAIMS" ARE IMPORTANT LEGAL PAPERS IF YOU FAIL		
11	TO COMPLETE, SIGN AND RETURN THE RELEASE OF CLAIMS BY JULY 30, 2003 YOU WILL NOT RECEIVE ANY MONEY PAYMENTS		
12			
13	DATED this # day of April , 2003		
14			
15	EQUAL EMPLOYMENT LIVINGSTON & MATTESICH OPPORTUNITY COMMISSION Attorneys for Hollywood Entertainment Corp		
16			
17	Wesley Katahura Rex Danell Berry		
18	Westey Ranaling		
19			
20			
21			
22			
23	1 \03665-001\notice of settlement doc		
24			
25			
26			
27			
28			

EXHIBIT 5

For Immediate Release Contact A Luis Lucero, Jr

March, 2003 (206) 220-6878 John F. Stanley (206) 220-6896

SEATTLE - The U S Equal Employment Opportunity Commission (EEOC) and Hollywood Entertainment Corp ("Company") announced today that they have settled two federal discrimination lawsuits filed in Seattle under the Age Discrimination in Employment Act of 1967 ("ADEA") and Title VII of the Civil Rights Act of 1964 ("Title VII") for eighty-seven thousand dollars (\$87,000.00) and injunctive relief

The age discrimination case, Civil No CV C01-0230L, alleged that the Company discriminated against a former, older female Assistant Director by paying her less in wages than similarly situated younger employees. The sex discrimination case, CV C01-1531L, alleged that the Company discriminated against a class of female Assistant Directors and Store Directors in the Seattle metropolitan area by paying them less in wages than male employees performing substantially equal work because of their gender. The Company denied in each lawsuit that it had discriminated against any employee in any manner

Under the terms of the Consent Decree, the Company agrees to pay up to 63 class members a total of \$87,000. The Company also agrees to reaffirm its commitment to its Equal Employment Opportunity policies, will continue to comply with requirements of the ADEA, Title VII and the EPA, and will continue to provide anti-discrimination training to all managers and employees.

According to Jeanette Leino, District Director of the EEOC's Seattle District Office "We are pleased with the settlement and Hollywood Entertainment Corp.'s willingness to work cooperatively with the Commission to resolve these lawsuits. We expect that this settlement will help inform employers in the Pacific Northwest about their obligations to pay their employees without regard to their age or gender."

The Company maintains that their pay policies are fair and do not discriminate on any basis. It settled the case to avoid the expense and distraction of protracted class action litigation

The EEOC enforces Title VII of the Civil Rights Act of 1964 which prohibits employment discrimination based on race, color, religion, sex or national origin, the Age Discrimination in Employment Act, the Equal Pay Act, prohibitions against discrimination affecting individuals with disabilities in the federal sector, sections of the Civil Rights Act of

1991, and Title I of the Americans with Disabilities Act, which prohibits discrimination against people with disabilities in the private sector and state and local governments.

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