Penn v. Colvin Doc. 29

IN THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF ALABAMA NORTHERN DIVISION

CHARLES E. PENN, :

:

Plaintiff,

:

vs.

CIVIL ACTION 13-0082-M

CAROLYN W. COLVIN,

Commission of Social Security, :

:

Defendant.

MEMORANDUM OPINION AND ORDER

Pending before the Court is Plaintiff's Attorney's

Application for Attorney Fees Under the Equal Access to Justice

Act (hereinafter EAJA), with supporting Documentation (Doc. 27),

and Defendant's Response (Doc. 28). After consideration of the

pertinent pleadings, it is ORDERED that the Motion be GRANTED

and that Plaintiff be AWARDED an EAJA attorney's fee in the

amount of \$3,807.46.

Plaintiff filed this action on January 21, 2013 (Doc. 1).

On November 19, 2013, the undersigned Judge¹ entered a Memorandum

Opinion and Order, reversing the decision of the Commissioner,

 $^{^1}$ In spite of Penn's assertion that the Order and Judgment were authored by Magistrate Judge Sonja Bivens (Doc. 27, p. 2), the undersigned Judge entered the Order and Judgment (see Docs. 25-26).

and remanding this action for further proceedings (Doc. 25).

Judgment was entered in favor of Plaintiff and against Defendant (Doc. 26).

On January 22, 2014, Byron A. Lassiter, counsel for Plaintiff, filed an Application for Attorney Fees Under the EAJA, in which he requests a fee of \$3,807.46, computed at an hourly rate of \$186.64 for 20.40 hours spent in this Court (Doc. 27). Defendant, in her Response filed on February 5, 2014, poses no objection at all to the requested fee (Doc. 28).

The EAJA requires a court to

award to a prevailing party . . . fees and other expenses . . incurred by that party in any civil action . . . including proceedings for judicial review of Agency action, brought by or against the United States . . . unless the court finds that the position of the United States was substantially justified or that special circumstances make an award unjust.

28 U.S.C. § 2412(d)(1)(A). The EAJA further requires that a prevailing party file an application for attorney's fees within thirty days of final judgment in the action. 28 U.S.C. § 2412(d)(1)(B). The court's judgment is final sixty days after it is entered, which is the time in which an appeal may be taken pursuant to Rule 4(a) of the Federal Rules of Appellate

Procedure. See Shalala v. Schaefer, 509 U.S. 292 (1993).

As set out above, there are three statutory conditions that must be satisfied before EAJA fees may be awarded under 28 U.S.C. § 2412. See Myers v. Sullivan, 916 F.2d 659, 666 (11th Cir. 1990). First, the claimant must file an application for fees within the thirty-day period. Second, the claimant must be a prevailing party. Third, the Government's position must not be substantially justified.

Defendant apparently concedes all three of these statutory conditions as no objection otherwise has been made (see Doc. 28). In any event, the Court finds that the three Myers conditions have been met.

Having reached that decision, the Court will now discuss the fee to be awarded in this action. The EAJA, like 42 U.S.C. § 1988, is a fee-shifting statute. The Supreme Court has indicated that "'the most useful starting point for determining the amount of a reasonable fee is the number of hours reasonably expended on the litigation multiplied by a reasonable hourly rate.'" Watford v. Heckler, 765 F.2d 1562, 1586 (11th Cir. 1985 (EAJA) (quoting Hensley v. Eckerhartt, 461 U.S. 424, 433 (1983) (§ 1988)). In describing this lodestar method of calculation, the United States Supreme Court stated:

This calculation provides an objective basis on which to make an initial estimate of the value of a lawyer's services. The party seeking an award of fees should submit evidence supporting the hours worked and the rates claimed. Where the documentation of hours is inadequate, the district court may reduce the award accordingly. The district court also should exclude from this initial fee calculation hours that were not "reasonably expended." . . . Cases may be overstaffed, and the skill and experience of lawyers vary widely. Counsel for the prevailing party should make a good-faith effort to exclude from a fee request hours that are excessive, redundant, or otherwise unnecessary, just as a lawyer in private practice ethically is obligated to exclude such hours from his fee submission. private sector, 'billing judgment' is an important component in fee setting. It is no less important here. Hours that are not properly billed to one's client also are not properly billed to one's adversary pursuant to statutory authority.

Hensley, 461 U.S. at 434 (citations omitted). Counsel must use professional judgment in billing under EAJA. A lawyer should only be compensated for hours spent on activities for which he would bill a client of means who was seriously intent on vindicating similar rights. Norman v. Housing Authority, 836 F.2d 1292, 1301 (11th Cir. 1988).

The Court, after examination of Plaintiff's attorneys'

Application and supporting documentation, finds that Plaintiff's

counsel's time expended in prosecuting this action for a total of 20.40 hours is reasonable.

With respect to a determination of the hourly rate to apply in a given EAJA case, the express language of the Act provides in pertinent part as follows:

The amount of fees awarded under this subsection shall be based upon prevailing market rates for the kind and quality of the services furnished, except that . . . attorney fees shall not be awarded in excess of \$125 per hour unless the court determines that an increase in the cost of living or a special factor, such as the limited availability of qualified attorneys for the proceedings involved, justified a higher fee.

28 U.S.C. § 2412(d)(2)(A) (Supp. 1997).

In Meyer v. Sullivan, 958 F.2d 1029 (11th Cir. 1992), the Eleventh Circuit determined that the EAJA establishes a two-step analysis for determining the appropriate hourly rate to be applied in calculating attorney's fees under the Act:

The first step in the analysis, . . . is to determine the market rate for "similar services [provided] by lawyers of reasonably comparable skills, experience, and reputation." . . . The second step, which is needed only if the market rate is greater than \$75 per hour, is to determine whether the court should adjust the hourly fee upward . . . to take into account an

increase in the cost of living, or a special factor.

Meyer, 958 F.2d at 1033-34 (citations and footnote omitted).²
The applicant bears the burden of producing satisfactory evidence that the requested rate is in line with prevailing market rates. NAACP V. City of Evergreen, 812 F.2d 1332, 1338 (11th Cir. 1987). Satisfactory evidence at a minimum is more than the affidavit of the attorney performing the work. Blum v. Stenson, 465 U.S. 886, 895 n.11 (1984). Where the fees or time claimed seem expanded or there is lack of documentation or testimony in support, the court may make an award on its own experience. Norman v. City of Montgomery, 836 F.2d 1292, 1303 (11th Cir. 1988). Where the documentation is inadequate, the court is not relieved of its obligation to award a reasonable fee, but the court traditionally has had the power to make such an award without the need of further pleadings or an evidentiary hearing. Id.

Since 2001, the prevailing market rate in the Southern

District of Alabama has been \$125.00 per hour. See, e.g., Smith

v. Massanari, Civil Action 00-0812-P-M (S.D. Ala. October 25,

2001); and Square v. Halter, Civil Action 00-0516-BH-L (S.D.

 $^{^2}$ Subsequent to Meyer, the cap was raised from \$75.00 per hour to

Ala. April 12, 2001). However, in 2007, in an action before
Judge Cassady, a formula was approved and used to adjust the
prevailing market hourly rate to account for the ever-increasing
cost of living. Lucy v. Barnhart, Civil Action 06-0147-C (S.D.
Ala. July 5, 2007 (Doc. 32)). As set out in Lucy, the formula
to be used in calculating all future awards of attorney's fees
under the EAJA is: "'(\$125/hour) x (CPI-U Annual Average "All
Items Index," South Urban, for month and year of temporal
midpoint³)/152.4, where 152.4 equals the CPI-U of March 1996, the
month and year in which the \$125 cap was enacted.'" (Lucy, Doc.
32, at p. 11) (quoting Lucy, Doc. 31, at p. 2). The undersigned
also adopts this formula in EAJA fee petition actions for use in
arriving at the appropriate hourly rate.

The temporal midpoint in this action was July 6, 2013, the complaint having been filed on February 21, 2013 (Doc. 1), and the Court having entered its Memorandum Opinion and Order and Judgment on November 19, 2013 (Docs. 25-26). The CPI-U for July 2013 was 227.548. Plugging the relevant numbers into the

^{\$125.00} per hour, as set out above in 28 U.S.C. § 2412(d)(2)(A).

"The appropriate endpoint for computing the cost of living adjustment is the temporal midpoint of the period during which the compensable services were rendered[;] . . . [t]he temporal midpoint is calculated by computing the number of days from the date the claim was prepared until the date of the Magistrate or District Judge's Order and Judgment." Lucy v. Barnhart. Civil Action 06-0147-C (S.D. Ala. Doc. 31, at p. 3).

foregoing formula renders the following equation: $$125.00 ext{ x}$ 227.548/152.4. Completion of this equation renders an hourly rate of \$186.64. This hourly rate for 20.40 hours equals \$3,807.46.

The Court notes that, in the Application for Attorney's Fees, counsel for Plaintiff requests that any award of attorney's fees be paid to Plaintiff's attorney on Plaintiff's behalf (Doc. 27). The Government argues that payment should only go to the Plaintiff if Penn "does not owe a debt that is subject to offset under the Treasury Offset Program" (Doc. 28, p. 2).

As noted earlier, EAJA allows a Court to make an "award to a prevailing party." 28 U.S.C. § 2412(d)(1)(A). In Panola Land Buying Ass'n v. Clark, 844 F.2d 1506, 1509 (11th Cir. 1988), the Eleventh Circuit Court of Appeals stated that "[i]t is readily apparent that the party eligible to recover attorneys' fees under the EAJA as part of its litigation expenses is the prevailing party." See also Reeves v. Astrue, 526 F.3d 732, 738 (11th Cir.), cert. denied, 555 U.S. 1072 (2008) ("We conclude the EAJA means what it says: attorney's fees are awarded to the 'prevailing party,' not to the prevailing party's attorney"). The United States Supreme Court, in the unanimous decision of

Astrue v. Ratliff, 560 U.S. 586, 589 (2010), held "that a § 2412(d) fees award is payable to the litigant and is therefore subject to a Government offset to satisfy a pre-existing debt that the litigant owes the United States," removing any doubt as to whom the award should be paid.

In this action, the Court finds that the award should be paid to Plaintiff Charles E. Penn and not to his attorney. The payment, however, may be delivered to Plaintiff's attorney on Penn's behalf.

In conclusion, it is **ORDERED** that Plaintiff's Application be **GRANTED** as set out above and that Plaintiff be **AWARDED** an EAJA attorney's fee in the amount of \$3,807.46.

DONE this 14th day of February, 2014.

s/BERT W. MILLING, JR.
UNITED STATES MAGISTRATE JUDGE