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8	UNITED STATES DISTRICT COURT	
9	FOR THE EASTERN DISTRICT OF CALIFORNIA	
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11	SEAN SCHWARTZENGRABER,	No. 2:11-cv-1770 DAD
12	Plaintiff,	
13	v.	ORDER
14	CAROLYN W. COLVIN, Commissioner	
15	of Social Security,	
16	Defendant.	
17		
18	This matter is before the court on plaintiff's fully briefed motion for attorney fees	
19	pursuant to the Equal Access to Justice Act ("EAJA").	
20	Plaintiff brought this action seeking judicial review of a final administrative	
21	decision denying his application for Supplemental Security Income (SSI) benefits under Title	
22	XVI of the Social Security Act ("the Act"). On March 14, 2013, following the filing of a motion	
23	for summary judgment by plaintiff and a cross-motion for summary judgment by defendant, the	
24	court granted plaintiff's motion, reversed the decision of the Commissioner and remanded the	
25	action for further proceedings.	
26	The court's decision was based upon the conclusion that the Administrative Law	
27	Judge ("ALJ") rejected the opinion of plaintiff's treating physician without the support of	

substantial evidence in the record and that the ALJ failed to offer specific, clear and convincing

reasons for rejecting plaintiff's testimony regarding his subjective symptoms and their severity. The court remanded the matter for a new hearing and directed the ALJ to address plaintiff's testimony and the medical opinion evidence and afford them their proper weight.

On June 13, 2013, plaintiff filed a motion for attorney fees seeking a fee award of \$6,637.83 for 36.05 hours of attorney time expended in connection with this action. On August 1, 2013, defendant filed a statement opposing plaintiff's motion for attorney fees. Therein, defendant argues that the government was substantially justified in defending the ALJ's decision and that the amount of hours expended by plaintiff's counsel in connection with this action were unreasonable. On August 26, 2013, plaintiff filed a reply brief, disputing defendant's arguments and seeking additional compensation for .5 hours of attorney time spent drafting the reply brief, bringing the total hours of attorney time expended in connection with this action to 36.55.¹

The EAJA provides that "a court shall award to a prevailing party . . . fees and other expenses . . . incurred by that party in any civil 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). See also Gisbrecht v. Barnhart, 535 U.S. 789, 796 (2002). "It is the government's burden to show that its position was substantially justified or that special circumstances exist to make an award unjust." Gutierrez v. Barnhart, 274 F.3d 1255, 1258 (9th Cir. 2001)

A "party" under the EAJA is defined as including "an individual whose net worth did not exceed \$2,000,000 at the time the civil action was filed[.]" 28 U.S.C. § 2412(d)(2)(B)(i). The term "fees and other expenses" includes "reasonable attorney fees." 28 U.S.C. § 2412(d)(2)(A). "The statute explicitly permits the court, in its discretion, to reduce the amount awarded to the prevailing party to the extent that the party 'unduly and unreasonably protracted' the final resolution of the case." <u>Atkins v. Apfel</u>, 154 F.3d 986, 987 (9th Cir. 1998) (citing 28 U.S.C. §§ 2412(d)(1)(C) & 2412(d)(2)(D)).

¹ Consistent with the practice of plaintiff's counsel, in calculating the total fee award, the court will apply counsel's 2013 rate of \$184.32 per hour to the additional .5 hours of time sought for drafting the reply. Therefore, plaintiff is seeking an updated fee award of \$6,729.99 for 36.55 hours of attorney time expended in connection with this action.

A party who obtains a remand in a Social Security case is a prevailing party for purposes of the EAJA. Shalala v. Schaefer, 509 U.S. 292, 300-01 (1993) ("No holding of this Court has ever denied prevailing-party status . . . to a plaintiff who won a remand order pursuant to sentence four of § 405(g) . . . , which terminates the litigation with victory for the plaintiff.") . "An applicant for disability benefits becomes a prevailing party for the purposes of the EAJA if the denial of her benefits is reversed and remanded regardless of whether disability benefits ultimately are awarded." <u>Gutierrez v. Barnhart</u>, 274 F.3d 1255, 1257 (9th Cir. 2001).

Here, the court finds that plaintiff is the prevailing party. Moreover, the court finds that plaintiff did not unduly delay this litigation, and that his net worth did not exceed two million dollars when this action was filed. The court also finds that the position of the government was not substantially justified. See Meier v. Colvin, --- F.3d ---, 2013 WL 3802382, at *1 (9th Cir. 2013) (position of the government "includes both the government's litigation position and the underlying agency action giving rise to the civil action."); Corbin v. Apfel, 149 F.3d 1051, 1053 (9th Cir. 1998) ("While the government's defense on appeal of an ALJ's procedural error does not automatically require a finding that the government's position was not substantially justified, the defense of basic and fundamental errors such as the ones in the present case is difficult to justify."); Sampson v. Chater, 103 F.3d 918, 921-22 (9th Cir. 1996) (finding no substantial justification where the Commissioner "did not prove that her position had a reasonable basis in either fact or law" and "completely disregarded substantial evidence" of the onset of disability).

The EAJA expressly provides for an award of "reasonable" attorney fees. 28 U.S.C. § 2412(d)(2)A). Under the EAJA, hourly rates for attorney fees have been capped at \$125.00 since 1996, but district courts are permitted to adjust the rate to compensate for an increase in the cost of living.² See 28 U.S.C. § 2412(d)(2)(A); Sorenson v. Mink, 239 F.3d 1140,

² In accordance with the decision in <u>Thangaraja v. Gonzales</u>, 428 F.3d 870, 876-77 (9th Cir. 2005), and Ninth Circuit Rule 39-1.6, the Ninth Circuit Court of Appeals maintains a list of the statutory maximum hourly rates authorized by the EAJA, as adjusted annually. The rates may be found on the Court's website. <u>See</u> http://www.ca9.uscourts.gov. Here, plaintiff's requested rates are consistent with the statutory maximum rates established by the Ninth Circuit.

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1147-49 (9th Cir. 2001); Atkins v. Apfel, 154 F.3d 986, 987 (9th Cir. 1998). Determining a reasonable fee "requires more inquiry by a district court than finding the product of reasonable hours times a reasonable rate." Atkins, 154 F.3d at 988 (quoting Hensley v. Eckerhart, 461 U.S. 424, 434 (1983) (internal citations omitted)). The district court must consider "the relationship between the amount of the fee awarded and the results obtained." Id. at 989 (quoting Hensley, 461 U.S. at 437).

Here, plaintiff's attorney obtained an order for a new hearing despite defendant's cross-motion for summary judgment. Moreover, after carefully reviewing the record and the pending motion, the court finds the claimed 36.55 hours to be a reasonable amount of attorney time to have expended on this matter and declines to conduct a line-by-line analysis of counsel's billing entries. See, e.g., Stewart v. Sullivan, 810 F. Supp. 1102, 1107 (D. Haw. 1993); Vallejo v. Astrue, No. 2:09-cv-03088 KJN, 2011 WL 4383636, at *4 (E.D. Cal. Sept. 20, 2011); Destefano v. Astrue, No. 05-CV-3534, 2008 WL 623197, *4 (E.D. N.Y. Mar. 4, 2008). While the issues presented may have been straightforward, 36.55 hours can be fairly characterized as well within the limit of what would be considered a reasonable amount time spent on this action when compared to the time devoted to similar tasks by counsel in like social security appeals coming before this court. See Boulanger v. Astrue, No. CIV S-07-0849 DAD, 2011 WL 4971890, at *2 (E.D. Cal. Oct. 19, 2011) (finding 58 hours to be a reasonable amount of time); Watkins v. Astrue, No. CIV S-06-1895 DAD, 2011 WL 4889190, at *2 (E.D. Cal. Oct. 13, 2011) (finding 62 hours to be a reasonable amount of time); Vallejo v. Astrue, No. 2:09-cv-03088 KJN, 2011 WL 4383636, at *5 (E.D. Cal. Sept. 20, 2011) (finding 62.1 hours to be a reasonable amount of time); Dean v. Astrue, No. CIV S-07-0529 DAD, 2009 WL 800174, at *2 (E.D. Cal. Mar. 25, 2009) (finding 41 hours to be a reasonable amount of time).

Plaintiff's motion includes a request that any EAJA fees awarded be paid directly to plaintiff's attorney. However, subsequent to the filing of plaintiff's motion, the United States Supreme Court ruled that an attorney fee award under the EAJA is payable to the litigant and is therefore subject to a government offset to satisfy any pre-existing debt owed to the United States by the claimant. Astrue v. Ratliff, 560 U.S. 586, ---, 130 S. Ct. 2521, 2526-27, 2529 (2010).

Subsequent to the decision in Ratliff, some courts have ordered payment of the		
award of EAJA fees directly to plaintiff's counsel pursuant to plaintiff's assignment of EAJA		
fees, provided that the plaintiff has no debt that requires offset. See Blackwell v. Astrue, No. CIV		
08-1454 EFB, 2011 WL 1077765, at *5 (E.D. Cal. Mar. 21, 2011); <u>Dorrell v. Astrue</u> , No. CIV		
09-0112 EFB, 2011 WL 976484, at *2-3 (E.D. Cal. Mar. 17, 2011); Calderon v. Astrue, No. 1:08-		
cv-01015 GSA, 2010 WL 4295583, at *8 (E.D. Cal. Oct. 22, 2010); <u>Castaneda v. Astrue</u> , No.		
EDCV 09-1850-OP, 2010 WL 2850778, at *3 (C.D. Cal. July 20, 2010). Similarly, in recently		
submitted stipulations and proposed orders for the award of attorney fees under the EAJA, the		
parties have stipulated that, if plaintiff does not owe a federal debt, the government will consider		
the plaintiff's assignment of EAJA fees and expenses to plaintiff's attorney and shall honor the		
assignment by making the fees and expenses payable directly to counsel. The court will		
incorporate such a provision in this order.		
Accordingly, IT IS HEREBY ORDERED that:		
1. Plaintiff's motion for attorney fees under the Equal Access to Justice Act (Doc.		
No. 24) is granted;		
2. Plaintiff is awarded \$6,729.99 for attorney fees under 28 U.S.C. § 2412(d); and		

3. Defendant shall determine whether plaintiff's EAJA attorney's fees are subject to any offset permitted under the United States Department of the Treasury's Offset Program and, if the fees are not subject to an offset, shall honor plaintiff's assignment of EAJA fees and shall cause the payment of fees to be made directly to plaintiff's counsel pursuant to the assignment executed by plaintiff.

Dated: October 7, 2013

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UNITED STATES MAGISTRATE JUDGE