

United States District Court  
Northern District of California

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UNITED STATES DISTRICT COURT  
NORTHERN DISTRICT OF CALIFORNIA  
SAN JOSE DIVISION

STEPHANIE ROSE, on behalf of herself and  
others similarly situated,

Plaintiff,

v.

BANK OF AMERICA CORP., and FIA  
CARD SERVICES, N.A.,

Defendants.

CAROL DUKE and JACK POSTER, on  
behalf of themselves and others similarly  
situated,

Plaintiffs,

v.

BANK OF AMERICA, N.A.; BANK OF  
AMERICA, CORP.; and FIA CARD  
SERVICES, N.A.,

Defendants.

Case Nos. 5:11-cv-02390-EJD;  
5:12-cv-04009-EJD

**ORDER DENYING MOTION FOR  
RECONSIDERATION**

Plaintiffs Stephanie Rose, Sandra Ramirez, Shannon Johnson, Amin Makin, Carol Duke, Jack Poster, and Freddericka Bradshaw (“Plaintiffs”) initiated the present class action lawsuit against Defendants Bank of America Corp., Bank of America, N.A., and FIA Card Services, N.A. (collectively, “Defendants”) alleging violations of the Telephone Consumer Protection Act (“TCPA”), 47 U.S.C. § 227, *et seq.* On August 29, 2014, this Court issued its Order Granting Motion for Final Approval of Settlement; Granting in Part and Denying in Part Motion for Attorney’s Fees and Costs (“Order”). Presently before the Court is Class Counsel’s Motion for

1 Reconsideration of this Court’s Order. See Rose v. Bank of Am. Corp., No. 5:11-cv-02390-EJD,  
2 Dkt. No. 110; Duke v. Bank of Am., N.A., No. 5:12-cv-04009-EJD, Dkt. No. 64 (“Mot.”). For the  
3 following reasons, Class Counsel’s motion is DENIED.

4 **I. BACKGROUND**

5 The parties reached a settlement agreement resolving six actions alleging that Bank of  
6 America engaged in a systematic practice of calling or texting consumers’ cell phones through the  
7 use of automatic telephone dialing systems and/or an artificial or prerecorded voice without their  
8 prior express consent, in violation of the TCPA. Order at 2. On August 29, 2014, the Court  
9 issued an Order granting final approval of the class action settlement agreement, and granting in  
10 part and denying in part Plaintiffs’ motion for attorneys’ fees and costs. While Class Counsel  
11 sought 25% of the settlement fund of \$32,083,905, which amounted to \$8,020,976, the Court  
12 concluded that a reduction was appropriate. Id. at 17. Therefore, the Court reduced the attorneys’  
13 fees and costs award to \$2,402,243.91. Id. at 22. Judgment was entered on September 2, 2014.

14 On September 15, 2014, Class Counsel filed the instant motion challenging the attorneys’  
15 fees and costs awarded in the Order. See Mot. Objectors James Kirby and Susan House filed an  
16 opposition brief, and Class Counsel filed a reply brief.

17 **II. LEGAL STANDARD**

18 A motion under Federal Rule of Civil Procedure 59(e) may be granted on the following  
19 grounds: “(1) if such motion is necessary to correct manifest errors of law or fact upon which the  
20 judgment rests; (2) if such motion is necessary to present newly discovered or previously  
21 unavailable evidence; (3) if such motion is necessary to prevent manifest injustice; or (4) if the  
22 amendment is justified by an intervening change in controlling law.” Allstate Ins. Co. v. Herron,  
23 634 F.3d 1101, 1111 (9th Cir. 2011). A successful Rule 59(e) motion is an exception, not the  
24 norm, because it “offers an extraordinary remedy, to be used sparingly in the interests of finality  
25 and conservation of judicial resources.” Kona Enters., Inc. v. Estate of Bishop, 229 F.3d 877, 890  
26 (9th Cir. 2000).



1 possible that class members will continue to receive the automated calls that were the subject of  
2 this litigation. See Order at 19. Class Counsel can continue to tout this relief as “exceptional” to  
3 support an \$8 million attorneys’ fee award, but the Court simply does not share that opinion.  
4 Therefore, the Court will not disturb the position expressed in the Order.

5 **B. Amount of Monetary Relief Achieved by the Settlement**

6 The Order states that “claimants will receive an average recovery of between \$20 and \$40”  
7 and that “the \$20 to \$40 range falls in the lower range of recovery for achieved in other TCPA  
8 class action settlements.” Order at 18. Here, Class Counsel contends that these figures were  
9 conservative. Mot. at 6. In fact, Class Counsel argues, class members who submitted a claim for  
10 mortgage calls or credit card calls would receive at least \$57, and class members who submitted a  
11 claim that they received both a mortgage and credit card call would receive at least \$114. Id. at 6-  
12 7.

13 Even if the average recovery is higher than that stated in the Order, this alone is not  
14 sufficient to increase Class Counsel’s attorneys’ fee award from \$2 million to \$8 million. The  
15 monetary results of the settlement agreement was one component of this Court’s analysis, which  
16 also included an evaluation of the non-monetary relief, the risk of continuing litigation, the skill  
17 required, and the contingency rationale. See Order at 18-21. Therefore, the increased economic  
18 recovery is insufficient to depart from the opinion stated in the Order.

19 **C. Class Counsel’s Litigation Strategy**

20 In its Order, the Court stated that “much of the work done prior to settlement negotiations  
21 and mediation was duplicative” and that “Class Counsel appear to have coordinated their efforts  
22 from very early on in the proceedings.” Order at 14, 16. Here, Class Counsel contends that it did  
23 not initially pursue a coordinated litigation strategy. Mot. at 7. It contends that in May 2011, the  
24 Rose action was brought solely on behalf of persons who had a credit card serviced by FIA, and in  
25 August 2011, the Ramirez action was brought against Bank of America, N.A. Id. It further  
26 contends that when it learned that class members from both actions overlapped, the Duke action  
27 was filed in July 2012 to provide a vehicle through which the cases could be litigated together

1 given the overlap. Id. at 8. Moreover, Class Counsel argues that due to the overlap between the  
2 mortgage and credit card class members, Class Counsel’s strategy resulted in at least \$2 million in  
3 savings because of the consolidated notice and administration costs. Id. at 8-9.

4 In issuing its Order, the Court examined Class Counsel’s billings which showed  
5 duplicative work, and the history of the six separate actions involved in the settlement. Even in  
6 the instant motion, as Class Counsel discusses the Rose, Ramirez, and Duke actions, it appears  
7 that there was an overlap of law firms and/or counsel working on each of these actions. See Mot.  
8 at 7-8. It is difficult to conceive that there was no coordinated litigation strategy or discussion  
9 when counsel overlapped and all of the actions involved in the settlement sought to hold  
10 Defendants liable for allegedly making automated phone calls in violation of the TCPA. See  
11 Order at 14-16. Therefore, the Court will not disturb the position expressed in the Order.

12 **D. Number of Hours Class Counsel Worked**

13 In the instant motion, Class Counsel disputes the following: (1) the Order states that Class  
14 Counsel’s total submitted lodestar was \$1,396,523.75 from a total of 2,560.7 hours of work, but its  
15 actual lodestar was \$1,500,817.25; (2) the Order states that Class Counsel spent 800 hours in  
16 settlement negotiations and mediation, but it actually spent 800 hours on settlement-related work;  
17 (3) the Order states that the number of hours logged in Duke and Johnson prior to settlement  
18 negotiations and mediation was 560 hours, but it actually spent under 160 hours; and (4) Class  
19 Counsel states that it continues to spend time on this matter, including working with the  
20 Settlement Administrator and responding to class members’ inquiries. Mot. at 9-11.

21 These arguments are unpersuasive. That the lodestar is actually higher than that stated in  
22 the Order does not help Class Counsel as the Court had already determined that it was too high.  
23 That Class Counsel spent 800 hours in settlement-related work rather than in settlement  
24 negotiations and mediation is duly noted, but it alone does not warrant an increase of attorneys’  
25 fees. That the number of hours logged in Duke and Johnson were actually lower than that stated  
26 in the Order is also duly noted, but again, it does not warrant a higher attorneys’ fee award.  
27 Lastly, that Class Counsel continues to spend time on this matter is expected since large class

1 action settlements require continuing work with its clients—the class members—and often  
2 generate significant post-approval litigation. Having evaluated Class Counsel’s billings, this  
3 Court had determined that a reduction in the number of hours worked was appropriate. See Order  
4 at 16. Therefore, the Court will not disturb the position expressed in the Order.

5 **E. Risk that Class Counsel Would Not Be Paid**

6 In the instant motion, Class Counsel argues that it took this matter on a contingency fee  
7 basis and that it faced a real risk of non-payment. Mot. at 11. As Class Counsel is aware, this is a  
8 risk inherent in litigation, particularly when serving as class counsel in a large class action suit.  
9 As the Court stated in its Order, Class Counsel has a great deal of experience litigating TCPA  
10 class actions, it appeared to have a strategy of filing numerous small cases as a hedge against the  
11 risk of recovering nothing, and given the liability of TCPA actions, defendants are apt to settling if  
12 there is any merit to a case. See Order at 21. The Court did not find Class Counsel’s argument  
13 persuasive when it first issued its Order, and it does not find it persuasive now. Therefore, the  
14 Court will not disturb the position expressed in the Order.

15 **IV. CONCLUSION**

16 In sum, Class Counsel has not provided a persuasive argument so as to warrant the  
17 extraordinary remedy of a successful Rule 59(e) motion. Accordingly, Class Counsel’s Motion  
18 for Reconsideration is DENIED.

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20 **IT IS SO ORDERED.**

21 Dated: May 1, 2015

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EDWARD J. DAVILA  
United States District Judge