IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF KANSAS

BRANDON JOE LACORE-GOFF ,)
Plaintiff,))) CIVIL ACTION
v.)) No. 22-1219-JWL
CAROLYN W. COLVIN, ¹ Acting Commissioner of Social Security,)
Defendant.))

MEMORANDUM AND ORDER

This matter is before the court on a motion for approval of an attorney fee (Doc.

23, & Attach. 1) (Pl. Mot.) pursuant to the Social Security Act, 42 U.S.C. § 406(b).

Plaintiff's motion is GRANTED, approving a fee in the amount of \$12,413.25 pursuant to

the Social Security Act.

I. Background

Plaintiff filed a Complaint in this court on September 27, 2022, seeking judicial

review of a decision of the Commissioner of the Social Security Administration. (Doc

¹ On November 30, 2024, Ms. Colvin became Acting Commissioner of Social Security. In accordance with Rule 25(d)(1) of the Federal Rules of Civil Procedure, Ms. Colvin is substituted for Commissioner Martin O'Malley as the defendant. Pursuant to the last sentence of 42 U.S.C. § 405(g), no further action is necessary.

1). After the Commissioner answered and filed the administrative record in this case, Plaintiff filed his Social Security Brief on January 3, 2023. (Doc. 12). After seeking two extensions of time, the Commissioner confessed error and filed an unopposed motion to remand. (Doc. 18). The court granted the Commissioner's motion and entered judgment remanding the case for further proceedings on March 30, 2023. (Docs. 19, The court granted Plaintiff's unopposed motion for attorney fees pursuant to the 20). Equal Access to Justice Act on June 26, 2023. (Doc. 22). On remand the Commissioner issued a fully favorable decision on November 28, 2023. and a Notice of Award on November 4, 2024. (Pl. Mot., Attachs. 3, 4). The SSA apparently paid counsel \$7,200.00 for representation before the SSA and withheld an additional \$5,213.25 from Plaintiff's past due benefits "in case your lawyer asks the Federal Court to approve a fee for work that was done before the court," thereby implying, and later stating, \$12,413.25 was withheld as 25% of past due benefits. Id. Attach. 4, pp.4, 5. Plaintiff now seeks award of attorney fees of \$12,413.25 pursuant to \$206(b) of the Social Security Act. 42 U.S.C. § 406(b).

II. Legal Standard

The Social Security Act provides for the payment of an attorney fee out of the past due benefits awarded to a beneficiary. 42 U.S.C. § 406(b). The court has discretion to approve such a fee. <u>McGraw v. Barnhart</u>, 450 F.3d 493, 497-98 (10th Cir. 2006). However, the court has an affirmative duty to allow only so much of the fee as is

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reasonable. <u>Gisbrecht v. Barnhart</u>, 535 U.S. 789, 807-808 (2002); <u>McGraw</u>, 450 F.3d at 498; 42 U.S.C. § 406(b)(1)(A).

(1)(A) Whenever a court renders a judgment favorable to a claimant under this subchapter who was represented before the court by an attorney, the court may determine and allow as part of its judgment <u>a reasonable fee</u> for such representation, <u>not in excess of 25 percent</u> of the total of the past-due benefits to which the claimant is entitled by reason of such judgment, and the Commissioner of Social Security may, ... certify the amount of such fee for payment to such attorney out of, and not in addition to, the amount of such past-due benefits.

42 U.S.C. § 406(b)(1)(A) (emphases added).

The Supreme Court, in <u>Gisbrect</u> determined that a contingency fee agreement within the twenty-five percent ceiling is allowed by § 406(b) of the Act, and that courts may not use the "lodestar" method to establish a reasonable fee in such a case. Where there is a contingency-fee agreement between plaintiff and his attorney, the court is to look first to the agreement and then test the agreement for reasonableness. <u>Gisbrecht</u>, 535 U.S. at 807-08. In determining reasonableness, the Court suggested that courts should consider such factors as the character of representation, the results achieved, whether the attorney is responsible for any delay, and whether the benefits are large in comparison to the amount of time counsel spent on the case. <u>Id.</u> 535 U.S. at 808. The Court noted that the comparison of benefits to time spent might be aided by submission of the plaintiff's attorney's billing record and normal hourly billing rate. <u>Id.</u>

The Tenth Circuit has explained the procedure used in applying <u>Gisbrecht</u>. Gordon v. Astrue, 361 F. App'x 933, 935–36 (10th Cir. 2010). It noted that the court is to look first to the fee agreement between the plaintiff and her counsel, and "the statute does require courts to serve 'as an independent check' by 'review[ing] for reasonableness fees yielded by those agreements." <u>Id.</u> at 935 (quoting <u>Gisbrecht</u>, 535 U.S. at 807-09). The court noted that the Court provided examples of proper reasons for reducing 406(b) fee requests:

(1) when "the character of the representation and the results the representative achieved" were substandard; (2) when "the attorney is responsible for delay" that causes disability benefits to accrue "during the pendency of the case in court"; and (3) when "the benefits are large in comparison to the amount of time counsel spent on the case."

Id. (quoting <u>Gisbrecht</u>, 535 U.S. at 808). The court acknowledged six factors recognized by the Seventh Circuit before <u>Gisbrecht</u> was decided as potentially useful when making a 406(b) reasonableness determination—although it merely "assum[ed], without granting, that the district court had some obligation to" consider those factors. <u>Id.</u> (citing <u>McGuire v. Sullivan</u>, 873 F.2d 974, 983 (7th Cir. 1989) ("time and labor required; skill required; contingency of fee; amount involved and result attained; experience, reputation, and ability of attorney; and awards in similar cases."). The Tenth Circuit reviews "a district court's award of attorney's fees under § 406(b) for an abuse of discretion, <u>see McGraw v.</u> <u>Barnhart</u>, 450 F.3d 493, 505 (10th Cir.2006), and will reverse only if the district court's decision is 'based on a clearly erroneous finding of fact or an erroneous conclusion of law or manifests a clear error of judgment," <u>Id.</u> at 935 (quoting <u>United States v.</u> <u>McComb</u>, 519 F.3d 1049, 1054 (10th Cir. 2007)).

This court has approved 406(b) contingent attorney fees at an hourly rate of \$736.07 resulting in an equivalent hourly rate for non-contingent work of almost \$263.00; Madrigal v. Kijakazi, Civ. A. No. 19-2429-JWL, 2021 WL 4860555 (D. Kan. October 19, 2021); see also, Gardipee v. Saul, Civ. A. No. 20-1001-JWL, 2021 WL 826206, *3 (D. Kan. Mar. 4, 2021) (an hourly rate of \$1,001.90 resulting in an equivalent hourly rate for non-contingent work of \$357.82); Morris v. Kijakazi, Civ. A. No. 19-1133-JWL, 2021 WL 5769365 (D. Kan. Dec. 6, 2021) (hourly rate of \$410.57); Rogers v. Saul, Civ. A. No. 19-1134-JWL, 2022 WL 17718655 (D. Kan. Dec. 15, 2022) (hourly rate of \$2,265.39 and an equivalent hourly rate \$809.07); Schlein v. Kijakazi, Civ. A. No. 21-1180-JWL, 2023 WL 5952025 (D. Kan. Sept. 13, 2023) (at an hourly rate of \$703.80 resulting in an equivalent hourly rate of \$251.36); Firment v. O'Malley, Civ. A. No. 22-1220-JWL, 2023 WL 8934765 (D. Kan. Dec. 27, 2023 (hourly rate of \$1,157.81 and equivalent hourly rate of \$413.50); and, Walls v. O'Malley, Civ. A. No. 21-1011-JWL, 2024 WL 52609 (D. Kan. Jan. 3, 2024) (hourly rate of \$1,407.34 and equivalent hourly rate of \$502.62).

III. Discussion

Here, Plaintiff's attorney requests a fee award of the full 25 percent of Plaintiff's past due benefits, or \$12,413.25. She included a copy of the contingent fee agreement signed by Plaintiff, in which he agreed to a fee of 25 percent of past due benefits. (Pl. Mot., Attach. 5). Counsel submitted a listing of the hours expended in prosecuting this case before this court showing 22.10 hours expended. <u>Id.</u>, Attach. 6. An award of 25

percent of past due benefits would result in an hourly rate of \$561.69 and an effective hourly rate in a noncontingent case of \$200.60. Counsel argues that the skill, competence, expertise, and experience of her and her firm produced an excellent result in this case and support awarding the full 25% of past due benefits. <u>Id.</u>, Attach. 1, p.8-12.

The Commissioner submitted a response to Plaintiff's Motion asserting that she "neither supports nor opposes counsel's request for attorney's fees in the amount of \$12,413.25." (Doc. 24, p.1).

The court has considered both the <u>Gisbecht</u> and the <u>McGuire</u> factors and the arguments of counsel and makes the following findings. Plaintiff has easily met her burden to prove that award of the full 25 percent of past due benefits is reasonable in the circumstances present here. The court notes that counsel achieved a good result for Plaintiff in this case especially considering the Commissioner chose to request remand without challenging Plaintiff's brief. The court recognizes that the contingent nature of the fee justifies a fee award in Social Security cases when the claimant prevails which is higher than normal hourly rates charged by attorneys in other matters in order to encourage practitioners to take such cases and to provide for those cases taken which are not successfully concluded. This is particularly true due to the deferential standard applicable in Social Security cases, <u>Biestek v. Berryhill</u>, 139 S. Ct. 1148, at 1154, 1157 (2019), and this court's strict adherence to that standard.

Both the Commissioner and Plaintiff's counsel remind the court that Equal Access to Justice Act (EAJA), 28 U.S.C. § 2412, fees received must be refunded to Plaintiff as

the smaller fee. Plaintiff's counsel notes that the full EAJA fee awarded was seized by the Department of Treasury but that Plaintiff has paid a portion of that fee to counsel and all funds received will be refunded.

The court finds that 25% of past due benefits, or \$12,413.25, is a reasonable fee in the circumstances of this case.

IT IS THEREFORE ORDERED that pursuant to 42 U.S.C. § 406(b) the court

approves an attorney fee of \$12,413.25 which the Commissioner shall provide to Plaintiff's counsel subject to any remaining past due benefits withheld. Counsel must look to Plaintiff to provide any additional funds to satisfy this fee award.

IT IS FURTHER ORDERED that counsel shall refund to Plaintiff any funds received to satisfy the EAJA fee awarded in this case.

Dated January 6, 2025 at Kansas City, Kansas.

<u>s:/ John W. Lungstrum</u> John W. Lungstrum United States District Judge