Terry v. Al-Naimi et al Doc. 35

UNITED STATES DISTRICT COURT EASTERN DISTRICT OF MICHIGAN SOUTHERN DIVISION

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Plaintiff,

-VS-

Case No. 07-14130 HON. AVERN COHN

MATTHEW AL-NAIMI, RECY-CLEAN SERVICES L.L.C., and RECY-CLEAN ENVIRONMENTAL SERVICES L.L.C.,

Defendants.

MEMORANDUM AND ORDER
GRANTING PLAINTIFF'S MOTION FOR ATTORNEY FEES¹

I. Introduction

This is an employment discrimination case. On January 8, 2009, a jury found defendant Recy-Clean Environmental Services, L.L.C., (Recy-Clean) guilty of sexually harassing plaintiff Cynthia Terry (Terry) and awarded her \$25,000 in compensatory damages and \$125,000 in punitive damages. The jury acquitted Recy-Clean of retaliation and acquitted defendant Matthew Al-Naimi of sexual harassment and retaliation.

The Court entered a judgment on the verdict against Recy-Clean in the amount of \$150,000.

Before the Court is Terry's motion requesting \$43,625.82 in attorney fees. For the reasons that follow, the motion will be granted in the amount of \$20,963.50.

¹ The Court originally scheduled this matter for hearing. Upon review of the parties' papers, however, the Court finds that oral argument is not necessary. <u>See</u> E.D. Mich. LR 7.1(e)(2).

II. Legal Standards

"In any action or proceeding under [subchapter VI, Equal Employment Opportunities, of Chapter 21, Civil Rights, of Title 42] the court, in its discretion, may allow the prevailing party . . . a reasonable attorney's fee . . . as part of the costs." 42 U.S.C. § 2000e-5(k). "A court, in rendering a judgment in an action brought pursuant to [Michigan's Elliott-Larsen Civil Rights Act (ELCRA)], may award all or a portion of the costs of litigation, including reasonable attorney fees and witness fees, to the complainant in the action if the court determines that the award is appropriate." M.C.L. 37.2802. A "prevailing party" is one who was entitled to some form of relief when the suit was brought. Harrington v. Vandalia-Butler Bd. of Educ., 585 F.2d 192, 197 (6th Cir. 1978). The awarding and amount of attorney fees are at the Court's discretion. 42 U.S.C. § 12205; Dillery v. City of Sandusky, 398 F.3d 562, 569 (6th Cir. 2005).

The Supreme Court and the Sixth Circuit have recognized a modified rate-times-hours method of calculating a reasonable attorney fee. E.g., Hensley v. Eckerhart, 461 U.S. 424, 433 (1983); Coulter v. State of Tenn., 805 F.2d 146 (6th Cir. 1986). However, "[c]ases 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" Hensley, 461 U.S. at 434. For example,

Hours spent in reviewing records, talking to other lawyers or experts, preparing legal documents and the like cannot be fully verified and require the court to trust the lawyer's word that the hours claimed represent necessary work actually performed. Depending on the situation, the lawyer may have strong economic incentives to spend too many hours on a piece of work or to exaggerate the number of hours spent or the

necessity or importance of the work. Similarly, it is often difficult to assess the need for two lawyers at a deposition, an interview, or a trial.

Coulter, 805 F.2d at 150. After the lodestar is calculated, the Court may adjust the fee for factors such as the number of defendants against whom a plaintiff prevailed compared with the number joined, the proportion of claims on which plaintiff prevailed, the experience of the attorneys, duplicated hours, and whether the agreement was for a fixed or contingent fee. Marr v. Rife, 545 F.2d 554, 555–56 (6th Cir. 1976); Disabled Patriots of Am., Inc., v. Taylor Inn Enters., Inc., 424 F.Supp.2d 962, 965–66 (E.D. Mich. 2006). "There is no precise rule or formula for making these determinations. The district court may attempt to identify specific hours that should be eliminated, or it may simply reduce the award to account for the limited success." Hensley, 461 U.S. at 436–37.

IV.

As the prevailing party, Terry is entitled to attorney fees under Title VII of the Civil Rights Act and ELCRA. She seeks \$43,625.82. Recy-Clean urges the Court in its discretion to reduce the amount.

Terry's attorneys billed the following hours:

Name	Experience	Rate	Hours	Total
Mary Mahoney	20.5 years litigation, including Civil Rights actions	\$275.00	128.4	\$35,310.00
Susan Brown	21 years in employment law, especially Civil Rights cases	275.00	5.5	1,512.50
Erik Graney	2.5 years; 2006 magna cum laude graduate of MSU Law; clinic experience in school; two summers clerking at a law firm where work included employment law	200.00	34.03	6,803.32
TOTAL				\$43,625.82

Recy-Clean does not question the hourly rates of the attorneys but the Court finds that a \$200 hourly rate for an attorney in the Detroit area with under three years' experience is excessive. The hourly rate allowed for Mr. Graney will be \$150, reducing his total to \$5,104.50 and the lodestar total to \$41,927.00.

Counsel for Recy-Clean "believes" that some of the charges are not considered as taxable costs under local and federal rules; however, counsel does not cite any particular rules. Counsel for Recy-Clean also thinks "some of the costs" involve duplication of efforts by Terry's attorneys and charges for services unrelated to Recy-Clean but counsel does not cite any particular charges.

The original amount claimed by Terr's counsel was under \$50,000, not an excessive amount for a case that went to trial. However, Terry prevailed against only one of two defendants, Recy-Clean, and was successful on only one of two claims against Recy-Clean.

Therefore, the Court will exercise its discretion in reducing the modified lodestar total by one-half. Recy-Clean is liable for \$20,963.50 in attorney fees.

V. Conclusion

The clerk will enter a supplemental judgment in Terry's favor in the amount of \$20,963.50 as reasonable compensation for attorney fees.

SO ORDERED.

s/Avern Cohn
AVERN COHN
UNITED STATES DISTRICT JUDGE

Dated: March 19, 2009

I hereby certify that a copy of the foregoing document was mailed to the attorneys of record on this date, March 19, 2009, by electronic and/or ordinary mail.

s/Julie Owens Case Manager, (313) 234-5160