JUDGE HERB ROSS (Recalled)

UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF ALASKA 605 West 4th Avenue, Room 138, Anchorage, AK 99501-2253 — (Website: www.akb.uscourts.gov) Clerk's Office: 907-271-2655 (1-800-859-8059 In-State) — Judge's Fax: 907-271-2692

In re

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CHANNEL CONSTRUCTION, INC.,

Debtor.

Case No. J14-00103-HAR In Chapter 11

MEMORANDUM EXPLAINING REDUCTION IN FEES ON FOURTH FEE APPLICATION [McGee Law Offices – ECF No. 197]

While reviewing the McGee Law Offices (MLO) fourth fee application (ECF No. 197), the court noticed MLO was charging 10.8 hours for Mr. McGee's time at \$330 per hour for the preparation of the fee application, instead of the \$180 per hour the court believes was authorized, a \$150 per hour overstatement. I reviewed the revised *Legal Representation Agreement* which was attached as Exhibit H to the first fee application, which does not make an exception to allow the higher rate. Thus, the fourth fee application should be reduced by 10.8 hours x \$150/hr. = \$1,620.

The court then reviewed the second and third fee applications, and they contained similar overstatement:

	Filed at ECF No.	Order Approving at ECF No.	Hours Overstated	Amount at \$150/hr.
Second Application	136	142	13.0 hrs.	\$1,950
Third Application	166	178	5.7 hrs	\$855
				\$2,805

¹ ECF No. 197 at page 8, showing 10.8 hours at \$330/hr. on the July 11, 2015 statement.

² The *Legal Representation Agreement* is Exhibit H to the first fee application. ECF 92, pages 73-77.

The total overstatement for the three fee applications is \$1,620 + \$2,805 = \$4,425. The 1 2 court will reduce the attorney fees on the fourth application to adjust for the overstatements it 3 perceives on the second, third and fourth application to **\$47,483** (\$51,908 requested on the fourth 4 application, minus the \$4,425 total correction). To allow MLO due process to contest this analysis, MLO will have 21 days from entry of 5 the order approving the application to file a file an objection to the court's reduction. MLO may 6 7 request a hearing if it desires one. 8 DATED: October 28, 2015 9 10 <u>/s/ Herb Ross</u> **HERB ROSS** 11 U.S. Bankruptcy Judge 12 Cabot Christianson, Esq., for the debtor Michael Mills, Esq., for the UCC 13 Terence McGee, Esq., special counsel for debtor Thomas E. Buford, Asst. US Trustee for Region 18 14 15 16 17 18 19 20 21 22 23 24 25 26 27 MEMORANDUM EXPLAINING REDUCTION IN FEES ON 28 FOURTH FEE APPLICATION [McGee Law Offices – ECF No. 197] Page 2 of 2