

February 5, 2013

VIA USPS & Email

Mark DeCoursey Carol DeCoursey 8209 172nd Avenue N E Redmond, WA 98052

Re:

Claim No.:

CBSJ6014

Principal:

Mark and Carol DeCoursey

Claimant:

Lane Powell PC

Contract:

Court Guarantee Bond

Dear Mr & Mrs DeCoursey:

As you know, RLI/CBIC provided you/your client with the above referenced Court Guarantee bond. We have received the enclosed e-mail demanding that bond proceeds be forwarded to the attorney for the Plaintiff, Lane Powell PC (or the court).

In the event you are able to assert any meritorious objection or defense to this payment by RLI/CBIC, we would need to receive full documentation and legal authority supporting your position upon receipt of this letter.

Very truly yours,

Bonnie Heitman

Misc. Surety Claim Department CBIC an RLI Insurance Company

1-800-765-2242 x 7242

Bonnie.heitman@rlicorp.com

Encl.: Copy Documentation

cc: James E Lobsenz

Carney Badley Spellman, P.S. 701 5th Avenue, Suite 3600

Seattle, WA 98104

From: Terry Robinson [mailto:terrylmi@yahoo.com]

Sent: Thursday, January 31, 2013 1:57 PM

To: Beth Kumma

Subject: Fw: Bond # SJ6014

Does this order provide you with enough directive to pay out on this (fully collateralized) bond?

Terry L. Robinson, Vice President
LMI Office Supply * LMI Notary Service * Spino Bonding
206-622-2643 or 1-800-886-5299
www.LmiOfficeSupply.com
www.BeAnotary.com
www.WeBondU.com
www.EveryThingLegal.com

--- On Thu, 1/31/13, Hayley Montgomery < <u>HMontgomery@mcnaul.com</u> > wrote:

From: Hayley Montgomery < <u>HMontgomery@mcnaul.com</u>>

Subject: Bond # SJ6014

To: "terrylmi@yahoo.com" <terrylmi@yahoo.com>

Cc: "Robin Lindsey" < RLindsey@mcnaul.com>, "Malaika Eaton" < MEaton@mcnaul.com>

Date: Thursday, January 31, 2013, 1:51 PM

Terry,

Per your request. Please give me a call at your convenience.

Hayley

Hayley A. Montgomery | Attorney

McNaul Ebel Newrot & Helgren PLLC 600 University St., Suite 2700 | Seattle, WA 98101-3143 D 206 389.9386 | F 206.624.5128 | M 206.467.1816 hmontgomery@mcnaul.com

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[&]quot;To give anything less than your best is to sacrifice the Gift." -----Prefontaine

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MCNAUL EBEL NAWROT & HELGREN PLLC
600 University Street, Suite 2700
Seattle, Washington 98101-3143
(206) 457-1816

2. Damages for breach of the contract in the amount of \$422,675.45 (\$384,881.66 due and owing as of August 3, 2011, plus \$37,793.79 in interest accrued through the date of hearing).

In connection with Plaintiff Lane Powell's motion, the Court heard oral argument of Plaintiff's counsel and Defendants Pro Se, and considered the following:

- (1) Plaintiff Lane Powell PC's Motion for Partial Summary Judgment;
- (2) Declaration of Hayley A. Montgomery in Support of Lane Powell's Motion for Partial Summary Judgment Exhibits A-MM attached thereto;
- (3) DeCourseys' Response to Plaintiff Lane Powell's Motion for Partial Summary Judgment with Subjoined Declaration and Exhibits 1–17 attached thereto;
- (4) Second Declaration of Mark H. DeCoursey in Opposition to Plaintiff Lane Powell's Motion for Partial Summary Judgment and the attachment thereto;
- (5) Declaration of Carol DeCoursey;
- (6) Plaintiff Lane Powell's Reply in Support of its Motion for Partial Summary Judgment; and
- (7) Second Declaration of Hayley A. Montgomery in Support of Plaintiff Lane Powell's Motion for Partial Judgment and Exhibits NN–OO attached thereto.

The Court also considered the records and files herein. Based on the argument of counsel and the evidence presented, and being otherwise fully advised therein, the Court granted Lane Powell's motion for summary judgment in favor of Lane Powell and against the DeCourseys for breach of contract. The Court awarded all damages Lane Powell sought, except for those attorneys' fees and costs that had not already been reviewed for reasonableness. It also required the parties to file supplemental briefs addressing the issue of whether the Court should independently review for reasonableness the fees and costs that were previously not reviewed by another court (as well as the issue of whether Ryan McBride's 2011 hourly rate is reasonable).

- 5. The Court finds that Lane Powell reasonably charged the DeCourseys \$639,232.26 in attorneys fees and costs incurred prevailing in the underlying action, and Lane Powell is entitled to collect that amount.
- In the underlying action, the DeCourseys submitted fee and cost reports that were edited to remove entries not reasonably related to prevailing on claims providing for fee-shifting. The courts reviewed the edited reports and awarded the DeCourseys \$568,006.50 (including a 30 percent multiplier) in reasonable attorneys' fees and costs.
- 7. On summary judgment, this Court found that the DeCourseys are estopped from challenging the reasonableness of attorneys' fees and costs that were reviewed by previous courts. Nevertheless, the Court accepts as reasonable the fees and costs awarded by other courts (including the \$45,000 in costs found reasonable in the trial court but disallowed on appeal because not provided for under the DeCourseys' Real Estate Purchase and Sale Agreement (REPSA)), as well as Judge Fox's analysis on Lane Powell's exceptional work done on the DeCourseys' behalf.
- 8. The hourly rates charged by attorneys in this matter ranged from \$205 to \$470. The attorneys were assisted by paralegals and legal assistants, whose hourly rates ranged from \$80 to \$190.
- 9. The Court has reviewed the hourly rates of Lanc Powell timekeepers that were not previously reviewed for reasonableness. The Court finds that these hourly rates are reasonable based on each timekeeper's skill, experience, reputation, and ability, and are customarily charged in the locality for similar legal services.
- The Court has reviewed the 2011 hourly rate of Ryan McBride (\$440). The Court finds that Ryan McBride's 2011 hourly rate (\$440) is reasonable (despite the fact that a small portion of the fees claimed for Mr. McBride's work was disallowed based on the Supreme Court commissioner's review). The Court makes this finding based on his skill, experience, reputation, and ability, the approval of this rate by subsequent courts,

including the same Supreme Court commissioner as in the underlying action, and evidence that this rate is customarily charged in the locality for similar legal services.

- The Court has reviewed the fee and cost reports submitted by Lane Powell.

 The Court finds that Lane Powell has appropriately edited the reports to remove time entries and costs that were previously reviewed in the underlying action.
- 12. The Court finds that the 567.3 hours of work (\$147,924.50) not already reviewed is reasonable given the novelty and difficulty of the questions involved, amount involved and results obtained, and nature and length of the professional relationship.
- The Court finds that the \$4,331.60 in costs not already reviewed are reasonable.
- Powell and the DeCourseys were reasonable, and that the September 19, 2007 fee agreement, (as amended December 30, 2008), demonstrates that the DeCourseys received a reasonable and fair disclosure of material elements of the fee agreement and of Lane Powell's billing practices. Based on the foregoing findings of fact and conclusions of law,

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED that Plaintiff's Motion for Partial Summary Judgment is GRANTED. Judgment shall be entered in favor of Plaintiff and against Defendants Mark and Carol DeCoursey for breach of contract in the amount of \$422,675.45. The Clerk is directed to disburse the balance of the \$384,881.66 held in the Court Registry to Lane Powell PC, in care of McNaul Ebel Nawrot & Helgren PLLC.

IT IS FURTHER ORDERED, ADJUDGED, AND DECREED that the DeCourseys shall release \$37,793.79 of the amounts held in the form of a supersedeas

1	bond to Lane Powell, in care of McNaul Ebel Nawrot & Helgren PLLC, to cover interest
2	accrued pursuant to the parties' contract.
3	IT IS SO ORDERED.
4	DATED THIS l_{4}^{4} day of December, 2012.
5	Paymed & Folky
6	Honorable Richard D. Eadie
7	King County Superior Court Judge
8	Presented by:
9	McNAUL EBEL NAWROT & HELGREN PLLC
10	By
11	Robert M. Sulkin, WSBA No. 15425 Malaika M. Eaton, WSBA No. 32837
12	Hayley A. Montgomery, WSBA No. 43339
13	Attorneys for Plaintiff Lane Powell, PC
14	- and - from a Grand
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FINDINGS OF FACT, CONCLUSIONS OF LAW, AND ORDER ON PL'S MOT. FOR SUMM. J. [PROPOSED]"—Page 6

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