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8	SUDEDIOD COUDT OF TH	HE STATE OF CALIFORNIA
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10	FOR THE COUNT	Y OF MENDOCINO
11	MENDOCINO RAILWAY,	) <u>Unlimited</u>
	Plaintiff,	Case No. SCUK-CVED 20-74939
12	VS.	) DEFENDANT JOHN MEYER'S
13	JOHN MEYER; REDWOOD EMPIRE TITLE COMPANY OF MENDOCINO	) MEMORANDUM IN SUPPORT OF ) MOTION FOR AWARD OF
14	COUNTY; SHEPPARD INVESTMENTS; MARYELLEN	<ul> <li>REASONABLE ATTORNEY FEES AND</li> <li>COSTS PURSUANT TO CCP § 1268.610</li> </ul>
15	SHEPPARD; MENDOCINO COUNTY TREASURER-TAX COLLECTOR; all	) Date: August 18, 2023
16	other persons unknown claiming an interest in the property; and DOES 1	) Time: 9:30 am ) Dept: E
17	through 100, inclusive	) Judge: Honorable Jeanine B. Nadel
18	Defendants.	)
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#### I. STATEMENT OF FACTS AND PROCEEDINGS

Defendant John Meyer ("Meyer") requests an award of litigation expenses pursuant to Code of Civil Procedure § 1268.610(a), as granted in the judgment. This memorandum will briefly recount the litigation's procedural history and then address Meyer's entitlement to a fee award for successfully defending Mendocino Railway's attempt to take his property.

Plaintiff Mendocino Railway ("MR") is a privately held corporation that operates a commercial tourist sightseeing excursion service commonly known as the "Skunk Train." On December 22, 2020, MR filed this action against defendant Meyer to take by eminent domain Meyer's 20 acre parcel located west of Willits, on Highway 20, commonly known as Mendocino County Assessor Parcel Number 038-180-53 ("the Property"). (Johnson Declaration, p. 1-2.)

MR sought to take the Property for the purpose of allegedly constructing a train station and maintenance facility for its railroad operations. The complaint states: "The project ('Project') for which Mendocino Railway seeks to acquire the Parcel consists of construction and maintenance of rail facilities related to Plaintiff's ongoing and future freight and passenger rail operations and all uses necessary and convenient thereto" ("the Project"). (Complaint, Page 2, Paragraph 2.) (Johnson Declaration, p. 2.)

Meyer objected to the taking of the Property on numerous constitutional and statutory grounds. The trial was bifurcated so that the court would first decide whether MR had the legal right to take the Property by eminent domain, and if the court ruled in MR's favor, then a jury would subsequently decide the amount of damages to be paid to Meyer. (Johnson Declaration, p. 2.)

The parties conducted significant written discovery followed by depositions. The

Defendant John Meyer's Memorandum In Support of Motion For Award of Reasonable Attorney Fees and Costs Pursuant to CCP § 1268.610

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parties also each engaged expert appraisers to prepare appraisal reports to establish the
value of the Property to be taken and resulting damages. The parties proceeded with
expert depositions after the respective property appraisal reports were served. The parties
also participated in a day long mediation, but they were unable to reach a settlement.
(Johnson Declaration, p. 2.)

Prior to the trial, each of the parties prepared trial briefs which outlined their legal
arguments related to the right to take the Property by eminent domain. At trial Meyer
filed a motion in limine to exclude testimony and evidence to be offered by Kennan H.
Beard III. The court heard and evaluated the motion and found in favor of Meyer,
thereby precluding Mr. Beard from testifying at trial. (Johnson Declaration, p. 1.)

The bench trial for the first phase of the litigation lasted five days. After the close of evidence the court ordered the parties to submit their final arguments by filing post trial briefs and reply briefs. Meyer filed a motion to reopen the case as a result of newly discovered evidence prior to the parties submitting their post trial briefs. MR opposed the motion to reopen the case. After evaluating the motion the court ordered the reopening of the case. Thereafter, the court heard additional testimony and received additional documentary evidence. (Johnson Declaration, p. 2-3.)

Following the submission of post trial briefs the court issued its "Decision After
Trial" on April 19, 2023, in which it ruled that MR failed to meet its burden of
establishing that it can acquire Meyer's Property by eminent domain. Accordingly, MR
cannot acquire Meyer's Property by eminent domain, MR took nothing by its complaint,
judgment was in favor of Meyer, and Meyer was awarded his litigation expenses,
including costs and attorney fees pursuant to Code of Civil Procedure § 1268.610(a).
(Johnson Declaration, p. 3.)

MR filed an objection to the court's decision and Meyer filed an opposition to MR's objection to the decision. The court summarily denied MR's objection to the court's decision. On June 2, 2023, the court filed a signed Judgment After Trial By

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Court. On June 5, 2023, Meyer filed and served a Notice of Entry of Judgment on the
parties. On June 5, 2023, MR filed three separate motions, consisting of the following:
(1) Motion To Set Aside And Vacate Premature Judgment; (2) Objection To Meyer's
[Proposed] Judgment; and (3) Motion To Reopen Bench Trial To Consider New Facts
Arising Prior to Judgment. Meyer filed responsive briefs to each of these three motions
on June 15, 2023, and the motions are scheduled to be heard on June 30, 2023. (Johnson Declaration, p. 3.)

This action has garnered extensive media attention which demonstrates that the 8 9 public has more than a theoretical interest in being provided adequate information about the proposed project. Numerous news articles have appeared in Sonoma County and 10 Mendocino County newspapers and on local websites. A copy of some of the articles are 11 attached to the Johnson Declaration as Exhibit B. Also a website was established that 12 included all of the pleadings and court rulings that have been filed in this action. A copy 13 of the website is attached to the Johnson Declaration as Exhibit D. (Johnson Declaration, 14 15 p. 3.)

The action also has been actively followed by government agencies and their
counsel because the testimony, evidence, and court decision, in the action are potentially
relevant to other litigation and governmental actions involving MR. For example, various
legal filings referencing the court's decision in this action were filed with Surface
Transportation Board, a copy of some of these filed documents are attached to the
Johnson Declaration as Exhibit C. (Johnson Declaration, p. 3-4.)

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## **II. MEYER'S AWARD OF LITIGATION EXPENSES**

The court's judgment was in favor of Meyer, and Meyer was awarded his litigation expenses pursuant to Code of Civil Procedure § 1268.610(a). Code of Civil Procedure § 1268.610 states in pertinent part:

26 "(a) Subject to subdivisions (b) and (c), the court *shall* award the defendant his or
27 her litigation expenses whenever:

(1) The proceeding is wholly or partly dismissed for any reason.

1	(2) Final judgment in the proceeding is that the plaintiff cannot acquire	
2	property it sought to acquire in the proceeding." (Code of Civil Procedure § 1268.610(a)	
3	Emphasis added.) Code of Civil Procedure § 1235.140, defines "litigation expenses" as follows:	
4	"Litigation Expenses' includes both of the following:	
5	(a) All expenses reasonably and necessarily incurred in the proceeding in preparing	
6	for trial, during trial, and in any subsequent judicial proceeding.	
7	(b) Reasonable attorney fees, appraisal fees, and fees for the services of other experts where such fees were reasonably and necessarily incurred to protect the	
8	defendant's interests in the proceeding in preparing for trial, during trial, and in	
9	any subsequent judicial proceedings whether such fees were incurred for services rendered before or after the filing of the complaint."	
10	Courts have held that the lodestar-adjustment method must be used to determine	
11	reasonable attorney fees in eminent domain actions. (CEB, California Attorney Fee	
12	Awards 3 <sup>rd</sup> Ed. § 8.6; People ex rel Department of Transp. v. Yuki (1995) 31 Cal. App. 4 <sup>th</sup>	
13	1754; City of Oakland v. Oakland Raiders (1988) 203 Cal. App. 3d 78.) The lodestar-	
14	adjustment method in statutory fee-shifting cases was prescribed in Serrano v. Priest	
15	(Serrano III) (1977) 20 Cal. 3d 25, 48 n23, which holds that the lodestar is the "starting	
16	point" of every award. As the court explained, the "objectivity" necessitated by the	
17	calculation of the lodestar is "vital." (Id; CEB, California Attorney Fee Awards 3 <sup>rd</sup> Ed. §	
18	8.3.) In Press v. Lucky Stores, Inc. (1983) 34 Cal. 3d 311, 322, the Supreme Court held	
19	that the "determination and use of the lodestar figure is extremely important" and	
20	"fundamental" and that the trial court's discretion "must be based on the loadstar	
21	adjustment method."	
22	Under Serrano III, a lodestar figure must be calculated by multiplying the number	
23	of hours reasonably spent by each billing professional (i.e., attorney, paralegal, law clerk,	
24	legal assistant) multiplied by the reasonable hourly rate of each biller. (Serrano v. Priest,	
25	supra, 20 Cal. 3d at 48; CEB, California Attorney Fee Awards 3rd Ed. § 8.2.)	
26	1. Meyer's Requested Litigation Expenses Are Reasonable.	
27	The lodestar calculation for this case is attached hereto as Exhibit 1, and it is also	
28	<u>4</u> Defendant John Meyer's Memorandum In Support of Motion For Award	

attached to the Johnson Declaration as Exhibit E. (Johnson Declaration, p. 4.) 1

The litigation expenses sought, including attorneys' fees and costs associated with the action are all reasonable, and were necessarily incurred as a result of the defense of this action through the entry of judgment and this motion. Meyer's claim is fully documented by detailed, contemporaneous time records showing how each hour of work was spent. (Johnson Declaration, p. 4.) 6

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#### a. Counsel's Hours Are Reasonable.

8 Under California law, Meyer's counsel are entitled to be compensated for "all hours reasonably spent." (Ketchum v. Moses (2001) 24 Cal 4th 1112, 1133, emphasis in 9 original.) Where a party "has obtained excellent results, his attorney should recover a 10 fully compensatory fee. Normally, this will encompass all hours reasonably expended on 11 the litigation, and in some cases in which there is exceptional success, an enhanced 12 award may be justified." (Feminist Women's Health Ctr. v. Blythe (1995) 32 Cal. App. 13 4<sup>th</sup> 1641, 1674.) 14

15 Under this standard, compensation is appropriate for "every item of service which, at the time rendered, would have been undertaken by a reasonable and prudent 16 lawyer to advance or protect his client's interest." (Moore v. Jas. H. Matthews & Co. (9th 17 Cir. 1982) 682 F 2d 830, 839.) "The measure of reasonable hours is determined by the 18 profession's judgment of the time that may be consciously billed and not the least time in 19 which it might theoretically have been done." (Norman v. Housing Auth. (11th Cir. 20 1988) 836 F. 2d 1292, 1306.) 21

Once the moving party documents their claim with credible time records, the 22 burden shifts to the responding party to show that specific time is unreasonable. (Hadley 23 v. Krepel (1985) 167 Cal. App. 3d 677, 682.) In this case there are numerous reasons 24 why every hour claimed by Meyer is compensable and they include the following: 25 The records are "the starting point for [the trial court's] lodestar 26 1. determination." (Horsford v. Board of Trustees (2005) 132 Cal. App. 4th 359, 397.) 27 28

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"[T]he verified time statements of the attorneys, as officers of the court, are entitled to
 credence in absence of a clear indication the records are erroneous." (*Id.* at 396.)

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Counsel met its burden and they have also exercised billing judgment, excluding any time that might be considered excessive, redundant, or otherwise unnecessary. Meyer's claim is fully documented by detailed time records and description of costs that are attached to the Johnson Declaration as Exhibit A. The referenced descriptions in the time records clearly provide an in depth description of how Meyer's counsel spent their time in defending this action.

9 2. MR was aggressively represented at trial by Glenn Block, Esq., of California Eminent Domain Law Group and Paul J. Beard, Esq., of Fisher Broyles, LLP, both of 10 whom are seasoned counsel, with each having over 22 years of legal experience. They 11 are both based out of Southern California and their respective practices focus on eminent 12 domain litigation. (Johnson Declaration, p. 4.) While MR has every right to strongly 13 pursue this litigation, it must now bear the resulting fees, as a party "cannot litigate 14 tenaciously and be heard to complain about the time necessarily spent by the plaintiff in 15 16 response." (Copeland v. Marshall (DC Cir. 1980) 641 F 2d 880, 904, quoted in Serrrano v. Unruh ("Serrano IV") (1982) 32 Cal. 3d 631, 633.) 17

3. All of Meyer's requested hours were reasonably spent. Exhibit A of the 1.8 Johnson Declaration provides a detailed summary of the various tasks that required 19 counsel's time. Meyer's counsel had to review, analyze, and become familiar with, the 20 relevant eminent domain and railroad related case law and statutory authorities. 21 Additionally, counsel had to obtain and review the pertinent documents, and then 22 23 evaluate the numerous issues related to the valuation of the property, larger parcel damages, and Meyer's loss of business income. The parties participated in a day long 24 mediation that also required briefing and preparation. Additionally Meyer's counsel had 25 to complete pretrial briefing and conduct a 5-day trial on the merits; prepare substantial 26 27 post trial briefing, review the decision, prepare responses to MR's objection to the 28

judgment, motion to reopen the case, and motion to vacate the judgment. (Johnson
 Declaration, p. 4-5.) In the end, the number of hours spent compares favorably to those
 found reasonable in may other cases, some of which were decidedly less complex or far reaching.

4. This case also was efficiently litigated by Mannon, King, Johnson & Wipf,
 LLP. Attorney Stephen F. Johnson ("Johnson") handled nearly all of the work entirely
 himself, with some assistance from other lawyers and paralegals in his office. (Johnson
 Declaration, p. 5.)

5. Meyer was successful on virtually all theories and contentions in this action.
(Johnson Declaration, p. 5.) Under California law, when, as here, excellent or substantial
results are achieved and the parties claims are "related" – i.e., they challenge the same
course of conduct there is no reduction for losing "theories" or "claims." (*Downey Cares v. Downey Community Dev. Comm'n* (1987) 196 Cal. App. 3d 983, 997.)

In this action Meyer's legal claims all were directed at the same conduct and sought the same relief- opposing MR's illegal attempt to take Meyer's Property by eminent domain. The desired relief was obtained, and Meyer's attorneys are entitled to be fully compensated for their work. As the court stated in *Sundance v. Municipal Court* (1987) 192 Cal. App. 3d 268, 273, "it must be remembered that an award of attorney fees is not a gift. It is just compensation for expenses actually incurred in vindicating a public right." As such, Meyer is entitled to an award of his requested litigation expenses.

6. It was also difficult to defend this action due to MR and its President, Robert
Pinoli ("Pinoli"), misrepresenting the facts on the material issues in the case.
Specifically, MR alleged, and Pinoli testified, throughout this litigation that MR was a
"common carrier" that transported passengers and freight– this was not true. MR's
failure to be truthful and candid increased the difficulty of defending this action. MR
and Pinoli were subsequently forced to refute their representations and testimony, largely
due to Meyer's counsel's skill in refuting such misrepresentations with contradictory

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Defendant John Meyer's Memorandum In Support of Motion For Award of Reasonable Attorney Fees and Costs Pursuant to CCP § 1268.610

- 1 || evidence. (Johnson Declaration, p. 5.)
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#### b. Counsel's Hourly Rates Are Reasonable.

Meyer's attorneys' hourly rates are in line, or if anything, lower, than the rates charged by private attorneys of comparable skill, reputation, and experience for litigation in Mendocino County. Johnson has over 22 years of legal and litigation experience, and he has a very strong transactional and litigation practice that heavily focuses on real property and estate planning. Johnson graduated with a Bachelor of Science from the University of California Berkeley Haas School of Business and a Juris Doctorate from Santa Clara University. (Johnson Declaration, p. 5.)

Johnson's attorney fee rate of \$350 per hour is relatively low, especially given his
significant experience and the complex nature of this litigation. (Johnson Declaration.)
Additionally, Johnson's hourly rate is likely much less than the hourly rate paid to either
of MR's counsel in this action. A supplemental declaration specifically referencing
hourly rates for local attorneys shall be filed in the near future, as the relatively short
time deadline for filing this motion has limited Meyer's ability to obtain declarations
from local counsel before its filing. (Johnson Declaration, p. 5-6.)

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# III. MEYER IS ENTITLED TO A LODESTAR ENHANCEMENT.

Meyer's unadorned lodestar represents the fee that would have been paid by a 18 fee-paying client, win or lose, and without consideration for such factors as contingent 19 risk: "[T]he unadorned lodestar reflects the general local hourly rate for a *fee-bearing* 20 case: it does not include any compensation for contingent risk, extraordinary skill, or any 21 other factors a trial court may consider." (Ketchum v. Moses, supra, 24 Cal. 4th at 1138, 22 emphasis in original.) In order to determine a fee that truly reflects the legal 23 marketplace, factors in addition to hours and rates, especially contingent risk, must be 24 considered (Horsford v. Board of Trustees, supra, 132 Cal App 4th at 399.) 25 After making the lodestar calculation, the court may then consider other factors 26 that may adjust by either increasing or reducing the lodestar amount. (Serrano v. Priest, 27

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1 1	<i>supra</i> , 20 Cal. 3d at 48; CEB, California Attorney Fee Awards 3 <sup>rd</sup> Ed. § 8.2.) There are
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2	many factors that may be used to adjust the lodestar figure, and there is "no hard-and-fast
3	rule limiting the factors that may justify an exercise of judicial discretion to increase or
4	decrease a lodestar calculation." ( <i>Thayer v. Wells Fargo Bank</i> (2001) 92 Cal. App. 4 <sup>th</sup>
5	189, 834; CEB, California Attorney Fee Awards 3 <sup>rd</sup> Ed. § 10.3.)
6	The initial formulation of factors that may be considered was set out in Serrano
7	III, in which the California Supreme Court approved the trial court's use of several
8	factors as a basis for applying the lodestar multiplier. The factors are as follows:
9	• The novelty and difficulty of the questions involved and the skill displayed in
10	presenting them;
11	• The extent to which the litigation precluded other employment of the attorney;
12	• The contingent nature of the award;
13	• The fact that the award against the state would eventually fall against the
14	taxpayers;
15	• The public or charitable funding of the attorneys;
16	• That the money would accrue not the individual attorneys, but to their
17	organizations; and
18	• That the court viewed the two law firms involved as having shared equally in the
19	success of the litigation. (Serrano v. Priest, supra, 20 Cal. 3d at 49; CEB, California
20	Attorney Fee Awards 3 <sup>rd</sup> Ed. § 10.3.)
21	The court expresses these factors as a number or as an equivalent percentage, and
22	the lodestar is multiplied by that number. Thus the number is referred to as the
23	"multiplier." For example, if the court determines that these or other relevant factors
24	justify increasing the lodestar figure by 50%, a multiplier of 1.5 or 150% is applied to the
25	lodestar figure to arrive at the reasonable attorney fee. (CEB, California Attorney Fee
26	Awards 3 <sup>rd</sup> Ed. § 10.1.) "The purpose of such adjustment is to fix a fee at fair market
27	value for the particular action. In effect, the court determines, retrospectively, whether
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the litigation involved a contingent risk or required extraordinary legal skill justifying
 augmentation of the unadorned lodestar in order to approximate the fair market rate for
 such services." (*Ketchum v. Moses* (2001) 24 Cal. 4<sup>th</sup> 1122, 1132.)

In order to achieve a fee that truly reflects market value, Meyer requests that a 1.5
lodestar enhancement be applied to the fees to account, inter alia, for the great risk
Meyer's counsel took when accepting representation of Meyer in this highly contested
action.

In the instant case, the lodestar factors fully support a 50 percent enhancement of 8 9 Meyer's lodestar (a 1.5 multiplier), and the pertinent factors are specifically addressed hereafter. A 1.5 multiplier is extremely reasonable given the referenced factors, 10 especially given the contingent risk and complexity of the case. Similar factors have 11 justified lodestar enhancements in numerous cases. (For example, in City of Oakland v. 12 Oakland Raiders (1988) 203 Cal. App. 3d, 78, 82, the court affirmed a 2.34 multiplier in 13 an eminent domain case; in Coalition For L.A. County Planning v. Board of Supervisors 14 (1977) 76 Cal. App, 3d 241, 251, the court affirmed a 2.1 multiplier in a land use action, 15 based, inter alia, on contingent risk and importance of the case); in Kern River Pub. 16 Access Comm. v. City of Bakersfield (1985) 170 Cal. App. 3d 1205, 1229, the court 17 affirmed a 1.5 multiplier because the case was "a relatively complex matter success was 18 not assured and where the appellants fought case at every turn"; and in Downey Cares v. 19 Downey Community Dev. Comm'n (1987) 196 Cal. App 4<sup>th</sup> 983, 994 the court affirmed 20 1.5 multiplier for a land use case.) 21

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#### 1. The Great Risk Meyer's Counsel Took Warrants A Lodestar Enhancement.

In the legal marketplace an attorney who takes a significant risk– whose receipt of compensation is dependent upon achieving success for the client, demands and receives a higher fee than an attorney who is paid a market rate without contingency. (*Ketchum v. Moses, supra,* 24 Cal. 4th at 1132.) A risk enhancement is not a bonus or a windfall, it is "earned compensation; unlike a windfall, it is neither unexpected nor fortuitous. Rather,

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it is intended to approximate market-level compensation for such services, which
 typically includes a premium for the risk of non-payment or delay in payment of attorney
 fees." (*Id.* at 1138.)

4 If counsel are not compensated for their risk, they do not receive the fair market 5 value for their work and may be reluctant to accept future cases. (Id. at 1132.) Risk enhancements are essential for the purpose of enticing competent counsel to take 6 7 important cases: "The purpose of a fee enhancement, or so-called multiplier, for contingent risk it to bring the financial incentives for attorneys enforcing important ... 8 [rights] into line with incentives they have to undertake claims for which they are paid on 9 a fee-for-services basis." (Id.) Risk enhancements are especially necessary in hard-10 fought cases like this one, where favorable outcome is uncertain. (Amaral v. Cintas 11 Corp. No. 2 (2008) 163 Cal. App. 4th 1157, 1218.) 12

This is an important case as it prevents the illegal taking of Meyer's private property under the guise of an eminent domain action. In this action Meyer and his counsel had to overcome many significant obstacles: MR's far greater resources; the deferential presumptions that apply to plaintiffs in eminent domain actions; the significant amount of documentation; evaluation of the eminent domain and railroad related law that had to be analyzed and presented; and the inevitable risk of having to convince the court of Meyer's legal argument.

In this case, counsel's ability to recover compensation for approximately 700 20 hours of work was largely contingent on winning the case and obtaining a fee award, as 21 Meyer had little financial ability to pay attorney fees and costs. Meyer simply did not, 22 and does not, have the funds or ability to pay his attorney fees, and he has been forced to 23 seek donations to attempt to cover his legal expenses. At this time the vast majority of 24 the attorney fees and costs that have been billed and incurred by Meyer remain unpaid, 25 26 thereby negatively impacting Johnson's legal practice. (Johnson Declaration p.6) Law firms simply do not commit that much potentially uncompensated time to a 27

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case without the expectation of a fee award that will compensate them for such a
 significant risk. Meyer and his attorneys mounted a defense against MR's action
 because they felt compelled to rebuff MR's attempt to improperly employ the eminent
 domain process to take Meyer's Property. This was a difficult and expensive case, but
 the expectations prevailed, and compensation should be properly awarded for the risk
 incurred.

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## 2. The Exceptional Novelty, Difficulty, And Complexity of The Action Warrant A Lodestar Enhancement.

A lodestar enhancement is also appropriate based on the novelty, difficulty, complexity of the action, and the skill displayed in presenting the case. (*Kern River Pub. Access Comm. v. City of Bakersfield* (1985) 170 Cal. App. 3d 1205, 1229.)

Here, many of the issues presented were highly technical, complex, and difficult, requiring particular skill and expertise beyond the level that might be expected from counsel billing at the rate requested by Meyer's counsel. The Johnson Declaration provides a detailed summary of the various tasks that required counsel's time. Meyer's counsel had to review, analyze, and become familiar with, the relevant eminent domain and railroad related case law and statutory authorities. Additionally, Meyer's counsel had to obtain and review the pertinent documents, and then evaluate the numerous issues related to the valuation of the property, larger parcel damages, and loss of business income.

This case was also difficult to defend due to MR, and MR's President, Robert Pinoli, misrepresenting the facts on the seminal issues in the case. Specifically, MR alleged in its complaint and pleadings, and Pinoli testified at trial, that MR was a "common carrier" that transported passengers and freight. Pinoli was subsequently forced to refute MR's allegations and refute Pinoli's previous trial testimony on these material issues. MR and Pinoli were forced to recant these allegations and testimony largely due to Meyer's counsel's skill in refuting such misrepresentations through contradictory evidence. (Johnson Declaration, p. 5.)

> Defendant John Meyer's Memorandum In Support of Motion For Award of Reasonable Attorney Fees and Costs Pursuant to CCP § 1268.610

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# 3. The Preclusion of Other Employment Opportunities Warrant A Lodestar Enhancement.

The extent to which the litigation precluded other employment of the attorney is a factor that warrants enhancement. (*Serrano v. Priest, supra*, 20 Cal. 3d 25, at 49; *Amaral v. Cintas Corp. No. 2, supra*, 163 Cal. App. 4<sup>th</sup> at 1218.)

The demands of this litigation placed a heavy burden on Johnson's small law firm, and the hundreds of hours spent on this litigation prevented Johnson from taking several new cases. The preclusion of other employment opportunities warrants a lodestar enhancement. (Johnson Declaration, p. 6.)

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# 4. The Case Was Very Important to Meyer, Local Governments, California Agencies, and the General Public.

The importance of the case to Meyer, the general public, California Coastal
Commission, the City of Fort Bragg, Sonoma County, and the Great Redwood Trail
Agency warrants enhancement. (*Coalition For L.A. County Planning v. Board of Supervisors* (1977) 76 Cal. App, 3d 241, 251; *Amaral v. Cintas Corp. No. 2* (2008) 163
Cal. App. 4<sup>th</sup> 1157, 1218.)

The importance of the court's decision in this case as it relates to Meyer cannot 16 be overstated. MR used its significant resources, along with alleged constitutional and 17 statutory powers that it could not legally wield, to wrongfully attempt to take Meyer's 18 Property. MR's attempt to take Meyer's private property is wrong on a moral, a 19 constitutional and a statutory level, and luckily the court was able to prevent an injustice 20 from occurring. The two and one-half years of litigation derailed Meyer's development 21 plans for his Property, but now Meyer can enjoy his Property and continue with his 22 development project. (Johnson Declaration, p. 6.) Notwithstanding, sadly it will be 23 much more difficult and expensive for Meyer to develop his property now due to the 24 subdued business environment, higher interest rates and the inflationary cycle. 25 MR is actively involved in litigation with the California Coastal Commission and 26

27 the City of Fort Bragg in both Federal Court and Mendocino County Superior Court.

Pinoli's trial testimony, and the evidence presented at trial in this action, will likely play 1 a significant role in this ongoing litigation. (Johnson Declaration, p. 7.)

3 MR is also actively attempting to take control of the railroad line that runs from 4 Willits to Cloverdale, California, which is under the jurisdiction of the Surface Transportation Board ("STB"). The Great Redwood Trail Agency, Sonoma County, 5 likely Mendocino County, and much of the general public, are very interested in MR's 6 7 attempt to take control of the railroad line, as it may negatively impact the development 8 of the "Great Redwood Trail." The court testimony of Pinoli, the evidence presented at trial, and the court's decision in this action, may play a significant role in the STB's 9 evaluation of MR's right to take control of the referenced railroad line. This statement is 10 supported by the documents that reference the court's decision in this action that were 11 filed with STB, a copy of such are attached to the Johnson Declaration as Exhibit C. 12

13 A portion of the local general public also has an interest in limiting MR's attempt to illegally take property through the eminent domain process, and the public also has an 1415 interest in having MR comply with Federal, California and local laws and regulations. The public's interest in this case is readily apparent by logging on to the grassroots 16 website www.savenoyoheadlands.com, as this site lists every pleading and order filed in 17 this action and also references other litigation and regulatory actions involving MR. A 18 copy of the references on the website are attached to the Johnson Declaration as Exhibit 19 D. (Johnson Declaration, p. 7.) 20

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# **IV. CONCLUSION.**

In this case Meyer's counsel obtained "excellent results," and they are entitled to 22 fully compensatory fee. Meyer and his attorneys were justified in opposing MR's illegal 23 attempt to take Meyer's Property. Meyer respectfully requests that the court award 24 reasonable attorney fees and costs in the amount of \$411,057.53 based upon the lodestar 25 calculation and a 50% enhancement. Meyer also requests that the court provide Meyer 26 and his counsel with the ability to file subsequent motions for additional subsequently 27

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2	DATED: June 20, 2023.	MANNON, KING, JOHNSON & WIPF, LLP
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4		Stephen F Johnson
5		Stephen F. Johnson/ Attorney for Defendant John Meyer
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28		15 orandum In Support of Motion For Award

6/20/2023	Hours	Rate	Total
9/15/2020 -5/31/2023	678.6		\$228,297.50
6/1/2023-6/20/2023	81.5		37,900.00
TOTAL	760.1		\$266,197.50

Lodestar Enhancement 1.5 x \$266,197.50 =

\$399,296.25

	Dishursements	Disbursements
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Total Lodestar Fee With Enhancement & Disbursements

\$411,057.53

# Exhibit 1

Exhibit 1