

UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF
CALIFORNIA

J.M.V. v. Commissioner of Social Security

No. 23-cv-03640-JCS (N.D. Cal. Nov. 28, 2025) · No. 23-cv-03640-JCS · Decided November 28, 2025

SUMMARY

The United States District Court for the Northern District of California granted counsel's motion for \$11,000 in attorney's fees under 42 U.S.C. § 406(b) following a remand in a Social Security case. The court found the contingent-fee agreement and requested amount reasonable, and directed that the previously awarded \$7,500 in EAJA fees be paid to the claimant.

CASE DETAILS

COURT	United States District Court for the Northern District of California
WRITING FOR THE COURT	Joseph C. Spero
JURISDICTION	United States District Court for the Northern District of California
DECIDED	November 28, 2025
DOCKET	23-cv-03640-JCS
DISPOSITION	other
PROCEDURAL POSTURE	Plaintiff's counsel moved for an award of attorney's fees under 42 U.S.C. § 406(b) after the Commissioner stipulated to remand the Social Security case for further proceedings and the Court previously approved an EAJA fee award.
STANDARD OF REVIEW	Reasonableness review under 42 U.S.C. § 406(b), beginning with the contingent-fee agreement and considering the character of the representation, the results achieved, substandard performance, delay, proportionality to time spent, and the effective hourly rate.
PRECEDENTIAL VALUE	unpublished district court order
PARTIES	J.M.V. v. Commissioner of Social Security

TOPICS

- attorney fees
- administrative law
- remedies
- civil procedure

PRACTICE AREAS

QUESTIONS PRESENTED

1. Whether counsel's requested \$11,000 fee was reasonable under 42 U.S.C. § 406(b) and the governing contingency-fee agreement.
2. Whether the previously awarded \$7,500 EAJA fee must be paid to J.M.V. as an offset against the § 406(b) award.

HOLDINGS

1. The requested \$11,000 fee was reasonable and authorized under § 406(b) because it complied with the 25% statutory and contractual cap, was supported by a valid contingency-fee agreement and reasonable time records, and was not excessive in light of counsel's performance, result, risk, or effective hourly rate.
2. The \$7,500 EAJA fee previously awarded to counsel must be paid to J.M.V. as an offset against the § 406(b) fee award.

KEY QUOTATIONS

“Under Gisbrecht, courts should “approach fee determinations [under § 406(b)] by looking first to the contingent-fee agreement, then testing it for reasonableness,” and may reduce the recovery “based on the character of the representation and the results the representative achieved.”” (III)

“Accordingly, “an EAJA award offsets an award under [42 U.S.C. § 406(b)],” increasing “up to the point the claimant receives 100 percent of the past-due benefits.”” (III)

FACTUAL BACKGROUND

J.M.V. entered into a contingency-fee agreement providing counsel 25% of past-due benefits recovered as a result of the action. Counsel documented 29.9 hours of work before the district court. The Social Security Administration awarded \$73,386 in past-due benefits and withheld \$18,346.50 for attorney's fees; counsel sought \$11,000 under § 406(b), producing an effective hourly rate of \$367.89.

PROCEDURAL HISTORY

J.M.V. filed a motion for summary judgment, and the Commissioner stipulated to remand for further proceedings. The Court approved a stipulated EAJA fee award of \$7,500 on December 20, 2023. After the Social Security Administration awarded \$73,386 in past-due benefits and withheld \$18,346.50 for attorney's fees, counsel moved for \$11,000 under § 406(b). The Court granted the motion and directed that the previously awarded EAJA fees be paid to J.M.V.

DISPOSITION

other

CASES CITED

- *Gisbrecht v. Barnhart*, 535 U.S. 789, 793-94, 796, 808 (2002)
- *Crawford v. Astrue*, 586 F.3d 1142, 1151, 1153 (9th Cir. 2009)
- *Hearn v. Barnhart*, 262 F. Supp. 2d 1033, 1037 (N.D. Cal. 2003)
- *Reddick v. Berryhill*, 2019 WL 1112080, at *2-*3 (S.D. Cal. 2019)

OPINION

1 2 3 4 UNITED STATES DISTRICT COURT 5 NORTHERN DISTRICT OF CALIFORNIA 6
J.M.V., 7 Case No. 23-cv-03640-JCS Plaintiff, 8 v. ORDER GRANTING MOTION FOR 9
ATTORNEYS' FEES UNDER 42 U.S.C. Commissioner of Social Security, SECTION 406(b) 10
Defendant. Re: Dkt. No. 22 11 12 13 14 I. INTRODUCTION 15 Francesco Benavides
("Counsel"), who represented J.M.V. in this matter under a 16 contingency fee agreement, brings a
Motion for Award of Attorney' Fees Under 42 U.S.C. § 17 406(b) ("Motion"), seeking an award of
\$11,000 in attorneys' fees for work before this Court.

For 18 the reasons stated below, the Motion is GRANTED. 1 19 II. BACKGROUND 20 J.M.V.
entered into a contingent fee agreement with Counsel providing that Counsel would 21 be awarded
25% of all past-due benefits J.V.M. received as a result of this action. Dkt. no. 22-3. 22 Plaintiff
filed a motion for summary judgment and the Commissioner stipulated to a remand of 23 this case
for further proceedings.

Dkt. nos. 11, 15. On December 20, 2023, the Court approved a 24 stipulated fee award of \$7,500
under the Equal Access to Justice Act ("EAJA"). Dkt. no. 21 25 ("EAJA stipulation"). 26 On
November 2, 2025, the Social Security Administration issued a Notice of Award, 27 1 indicating
that it awarded \$73,386.00 in past-due benefits to J.M.V. and that it withheld 2 \$18,346.50 for
attorneys' fees.

Dkt. no. 22-1. 3 Counsel asks the Court to award \$11,000.00 in attorney fees under 42 U.S.C. §
406(b) and 4 has supplied evidence that he worked 29.9 attorney hours before this Court. Dkt, no.
22-4 5 (itemization of time). Awarding the full amount requested by Counsel would result in 6
reimbursement at a rate of \$367.89 per billed hour. 7 III. ANALYSIS 8 The scheme established by
Congress for attorney fee awards in cases involving social 9 security claims is described by the
Supreme Court as follows: 10 Fees for representation of individuals claiming Social Security old-
age, survivor, or disability benefits, both at the administrative level 11 and in court, are governed
by prescriptions Congress originated in 1965.

Social Security Amendments of 1965, 79 Stat. 403, as 12 amended, 42 U.S.C. § 406.... The statute
deals with the administrative and judicial review stages discretely: § 406(a) governs 13 fees for
representation in administrative proceedings; § 406(b) controls fees for representation in court. See
also 20 CFR § 14 404.1728(a) (2001). 15 *Gisbrecht v. Barnhart*, 535 U.S. 789, 793-94 (2002).

Subsection 406(b) provides, in relevant part, 16 that “[w]hen a court renders a judgment favorable to a claimant under this subchapter who 17 was represented before the court by an attorney, the court may determine and allow as part of its 18 judgment a reasonable fee for such representation, not in excess of 25 percent of the total of the 19 past-due benefits to which the claimant is entitled by reason of such judgment, and the 20 Commissioner of Social Security may... certify the amount of such fee for payment to such 21 attorney out of, and not in addition to, the amount of such past-due benefits.” 42 U.S.C. § 406(b).

22 Under *Gisbrecht*, courts should “approach fee determinations [under § 406(b)] by looking 23 first to the contingent-fee agreement, then testing it for reasonableness,” and may reduce the 24 recovery “based on the character of the representation and the results the representative achieved.” 25 *Gisbrecht*, 535 U.S. at 808.

The Ninth Circuit has applied *Gisbrecht* to mean that “court[s] may 26 properly reduce the fee for substandard performance, delay, or benefits that are not in proportion 27 to the time spent on the case.” *Crawford v. Astrue*, 586 F.3d 1142, 1151 (9th Cir. 2009) (citing 1 of the contingency fee contracts in § 406(b) cases, accepting that the resulting de facto hourly rates 2 may exceed those for non-contingency fee arrangements,” noting that “basing a reasonableness 3 determination on a simple hourly rate basis is inappropriate when an attorney is working pursuant 4 to a reasonable contingency contract for which there runs a substantial risk of loss.” *Hearn v. 5 Barnhart*, 262 F. Supp. 2d 1033, 1037 (N.D.

Cal. 2003). 6 In addition to the fees permitted under § 406(b), the Equal Access to Justice Act (“EAJA”), 7 enacted in 1980, allows a party who prevails against the United States in court, including a 8 successful Social Security benefits claimant, to receive an award of fees payable by the United 9 States if the Government’s position in the litigation was not “substantially justified.” *Gisbrecht*, 10 535 U.S. at 796 (citing 28 U.S.C. § 2412(d)(1)(A)).

In contrast to fees awarded under § 406(b), 11 EAJA fees are based on the “time expended” and the attorney’s “[hourly] rate.” 28 U.S.C. § 12 2412(d)(1)(B). In *Gisbrecht*, the Supreme Court explained that “Congress harmonized fees 13 payable by the Government under EAJA with fees payable under § 406(b) out of the claimant’s 14 past-due Social Security benefits in this manner: Fee awards may be made under both 15 prescriptions, but the claimant’s attorney must refun[d] to the claimant the amount of the smaller 16 fee.” 535 U.S. at 796 (citing Act of Aug.

5, 1985, Pub. L. No. 99–80, § 3, 99 Stat. 186 (1985)). 17 Accordingly, “an EAJA award offsets an award under [42 U.S.C. § 406(b)],” increasing “up to the 18 point the claimant receives 100 percent of the past-due benefits.” *Gisbrecht*, 535 U.S. at 796. 19 Here, Counsel seeks \$11,000.00 in attorneys’ fees, which does not exceed the cap under 20 the fee agreement of 25% of the past due benefits.

The Court finds Counsel's request to be 21 reasonable under *Gisbrecht*. First, Counsel has presented a valid contingent fee agreement. 22 Second, Counsel has supplied timesheets documenting hours worked, which the Court finds to be 23 reasonable.

Third, there is no evidence that Counsel's work was substandard or that the fee award 24 is disproportionate to the amount of work on the case and the effective hourly rate of \$367.89 is 25 well within the range of what courts have approved under Section 406(b). See, e.g., *Crawford v. Astrue*, 586 F.3d 1142 1153 (9th Cir. 2009) (approving de facto hourly rates of \$519, \$875, and 27 \$902 in 2009); *Reddick v. Berryhill*, 16-CV-29-BTM-BLM, 2019 WL 1112080, at *2–3 (S.D.

Cal. 1 work). Moreover, Counsel obtained an excellent result for his client and took on the risk of 2 || contingent representation. 3 Accordingly, the Court finds that Counsel is entitled to the requested amount of 4 \$11,000.00 in attorney fees under 42 U.S. § 406(b). 5S || IV. CONCLUSION 6 The Motion is GRANTED. Counsel is awarded \$11,000.00 in attorneys' fees.

The EAJA 7 || fees previously awarded to Counsel in this case, in the amount of \$7,500.00, shall be paid to 8 J.M.V. 9 IT IS SO ORDERED. 10 11 Dated: November 28, 2025 a JQSEPH C. SPERO 13 nited States Magistrate Judge © 15 16 & = 17 Z 18 19 20 21 22 23 24 25 26 27 28