### <sup>112TH CONGRESS</sup> 1ST SESSION **S. 1061**

To amend titles 5 and 28, United States Code, with respect to the award of fees and other expenses in cases brought against agencies of the United States, to require the Administrative Conference of the United States to compile, and make publically available, certain data relating to the Equal Access to Justice Act, and for other purposes.

### IN THE SENATE OF THE UNITED STATES

May 25, 2011

Mr. BARRASSO (for himself, Mr. CRAPO, Mr. ENZI, Mr. HELLER, Mr. LEE, Mr. RISCH, Mr. THUNE, and Mr. HATCH) introduced the following bill; which was read twice and referred to the Committee on the Judiciary

# A BILL

- To amend titles 5 and 28, United States Code, with respect to the award of fees and other expenses in cases brought against agencies of the United States, to require the Administrative Conference of the United States to compile, and make publically available, certain data relating to the Equal Access to Justice Act, and for other purposes.
  - Be it enacted by the Senate and House of Representa tives of the United States of America in Congress assembled,

#### 1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the "Government Litigation3 Savings Act".

## 4 SEC. 2. MODIFICATION OF EQUAL ACCESS TO JUSTICE 5 PROVISIONS.

6 (a) AGENCY PROCEEDINGS.—

7 (1) ELIGIBILITY PARTIES; ATTORNEY FEES.—
8 Section 504 of title 5, United States Code, is
9 amended—

10 (A) in subsection (a)(1), by inserting after
11 "prevailing party" the following: "who has a di12 rect and personal monetary interest in the adju13 dication, including because of personal injury,
14 property damage, or unpaid agency disburse15 ment,"; and

16 (B) in subsection (b)(1)—

(i) in subparagraph (A)(ii), by striking "\$125 per hour" and all that follows
through "a higher fee" and inserting
"\$175 per hour"; and

21 (ii) in subparagraph (B), by striking
22 "; except that" and all that follows
23 through "section 601".

24 (2) REDUCTION OR DENIAL OF AWARDS.—Sec25 tion 504(a)(3) of title 5, United States Code, is
26 amended in the first sentence—

1	(A) by striking "may reduce the amount to
2	be awarded, or deny an award," and inserting
3	"shall reduce the amount to be awarded, or
4	deny an award, commensurate with pro bono
5	hours and related fees and expenses, or";
6	(B) by striking "unduly and"; and
7	(C) by striking "controversy." and insert-
8	ing "controversy or acted in an obdurate, dila-
9	tory, mendacious, or oppressive manner, or in
10	bad faith.".
11	(3) Limitation on Awards.—Section 504(a)
12	of title 5, United States Code, is amended by adding
13	at the end the following:
14	((5) A party may not receive an award of fees and
15	other expenses under this section—
16	"(A) in excess of \$200,000 in any single adver-
17	sary adjudication, or
18	"(B) for more than 3 adversary adjudications
19	initiated in the same calendar year,
20	unless the adjudicative officer of the agency determines
21	that an award exceeding such limits is required to avoid
22	severe and unjust harm to the prevailing party.".
23	(4) Reporting in Agency adjudications.—
24	Section 504 of such title is amended—

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1	(A) in subsection $(c)(1)$ , by striking ",
2	United States Code"; and
3	(B) by striking subsection (e) and insert-
4	ing the following:

ing the following:

5 (e)(1) The Chairman of the Administrative Conference of the United States shall issue an annual, online 6 7 report to the Congress on the amount of fees and other 8 expenses awarded during the preceding fiscal year pursu-9 ant to this section. The report shall describe the number, 10 nature, and amount of the awards, the nature of and 11 claims involved in each controversy (including the law 12 under which the controversy arose), and any other relevant 13 information that may aid the Congress in evaluating the 14 scope and impact of such awards. The report shall be 15 made available to the public online, and contain a searchable database of the total awards given, and the total num-16 17 ber of applications for the award of fees and other ex-18 penses that were filed, defended, and heard, and shall in-19 clude, with respect to each such application, the following: "(A) The name of the party seeking the award 20

- 21 of fees and other expenses.
- "(B) The agency to which the application for 22 23 the award was made.

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"(C) The names of the administrative law 1 2 judges in the adversary adjudication that is the sub-3 ject of the application. "(D) The disposition of the application, includ-4 5 ing any appeal of action taken on the application. 6 "(E) The amount of each award. "(F) The hourly rates of expert witnesses stat-7 8 ed in the application that was awarded. 9 "(G) With respect to each award of fees and 10 other expenses, the basis for the finding that the po-11 sition of the agency concerned was not substantially 12 justified. ((2)(A) The report under paragraph (1) shall cover 13 payments of fees and other expenses under this section 14 15 that are made pursuant to a settlement agreement, regardless of whether the settlement agreement is otherwise 16 17 subject to nondisclosure provisions. 18 "(B) The disclosure of fees and other expenses re-19 quired under subparagraph (A) does not affect any other 20 information that is subject to nondisclosure provisions in 21 the settlement agreement.". 22 (5) ADJUSTMENT OF ATTORNEY FEES.—Sec-23 tion 504 of such title is amended by adding at the

end the following:

1	"(g) The Director of the Office of Management and
2	Budget may adjust the maximum hourly fee set forth in
3	subsection (b)(1)(A)(ii) for the fiscal year beginning Octo-
4	ber 1, 2012, and for each fiscal year thereafter, to reflect
5	changes in the Consumer Price Index, as determined by
6	the Secretary of Labor.".
7	(b) Court Cases.—
8	(1) ELIGIBILITY PARTIES; ATTORNEY FEES;
9	LIMITATION ON AWARDS.—Section 2412(d) of title
10	28, United States Code, is amended—
11	(A) in paragraph (1)—
12	(i) in subparagraph (A)—
13	(I) by striking "in any civil ac-
14	tion" and all that follows through "ju-
15	risdiction of that action" and insert-
16	ing "in the civil action"; and
17	(II) by striking "shall award to a
18	prevailing party other than the United
19	States" and inserting the following: ",
20	in any civil action (other than cases
21	sounding in tort), including pro-
22	ceedings for judicial review of agency
23	action, brought by or against the
24	United States in any court having ju-
25	risdiction of that action, shall award

1	to a prevailing party who has a direct
2	and personal monetary interest in the
3	civil action, including because of per-
4	sonal injury, property damage, or un-
5	paid agency disbursement, other than
6	the United States,"; and
7	(ii) by adding at the end the fol-
8	lowing:
9	"(E) An individual or entity may not receive an
10	award of fees and other expenses under this subsection
11	in excess of—
12	"(i) \$200,000 in any single civil action, or
13	"(ii) for more than 3 civil actions initiated in
14	the same calendar year,
15	unless the presiding judge determines that an award ex-
16	ceeding such limits is required to avoid severe and unjust
17	harm to the prevailing party."; and
18	(B) in paragraph (2)—
19	(i) in subparagraph (A)(ii), by strik-
20	ing "\$125 per hour" and all that follows
21	through "a higher fee" and inserting
22	"\$175 per hour"; and
23	(ii) in subparagraph (B), by striking
24	"; except that" and all that follows
25	through "section 601".

1 (2) REDUCTION OR DENIAL OF AWARDS.—Sec-2 tion 2412(d)(1)(C) of title 28, United States Code, 3 is amended— (A) by striking ", in its discretion, may re-4 5 duce the amount to be awarded pursuant to 6 this subsection, or deny an award," and insert-7 ing "shall reduce the amount to be awarded 8 under this subsection, or deny an award, com-9 mensurate with pro bono hours and related fees 10 and expenses, or"; 11 (B) by striking "unduly and"; and 12 (C) by striking "controversy." and inserting "controversy or acted in an obdurate, dila-13 14 tory, mendacious, or oppressive manner, or in 15 bad faith.". (3) ADJUSTMENT OF ATTORNEY FEES.—Sec-16 17 tion 2412(d) of title 28, United States Code, is 18 amended by adding at the end the following: 19 "(5) The Director of the Office of Management and 20 Budget may adjust the maximum hourly fee set forth in 21 paragraph (2)(A)(ii) for the fiscal year beginning October 22 1, 2012, and for each fiscal year thereafter, to reflect 23 changes in the Consumer Price Index, as determined by 24 the Secretary of Labor.".

(4) REPORTING.—Section 2412(d) of title 28,
 United States Code, is further amended by adding
 at the end the following:

"(6)(A) The Chairman of the Administrative Con-4 5 ference of the United States shall issue an annual, online report to the Congress on the amount of fees and other 6 7 expenses awarded during the preceding fiscal year pursu-8 ant to this subsection. The report shall describe the num-9 ber, nature, and amount of the awards, the nature of and 10 claims involved in each controversy (including the law under which the controversy arose), and any other relevant 11 12 information that may aid the Congress in evaluating the scope and impact of such awards. The report shall be 13 14 made available to the public online and shall contain a 15 searchable database of total awards given and the total number of cases filed, defended, or heard, and shall in-16 17 clude with respect to each such case the following:

18 "(i) The name of the party seeking the award19 of fees and other expenses in the case.

20 "(ii) The district court hearing the case.

21 "(iii) The names of the presiding judges in the22 case.

23 "(iv) The agency involved in the case.

"(v) The disposition of the application for fees 1 2 and other expenses, including any appeal of action 3 taken on the application. "(vi) The amount of each award. 4 5 "(vii) The hourly rates of expert witnesses stat-6 ed in the application that was awarded. 7 "(viii) With respect to each award of fees and 8 other expenses, the basis for the finding that the po-9 sition of the agency concerned was not substantially 10 justified. 11 "(B)(i) The report under subparagraph (A) shall 12 cover payments of fees and other expenses under this sub-13 section that are made pursuant to a settlement agreement, regardless of whether the settlement agreement is other-14 15 wise subject to nondisclosure provisions. 16 "(ii) The disclosure of fees and other expenses re-17 quired under clause (i) does not affect any other information that is subject to nondisclosure provisions in the set-18 19 tlement agreement. "(C) The Chairman of the Administrative Conference 20 21 shall include in the annual report under subparagraph (A), 22 for each case in which an award of fees and other expenses 23 is included in the report—

24 "(i) any amounts paid from section 1304 of
25 title 31 for a judgment in the case;

1	"(ii) the amount of the award of fees and other
2	expenses; and
3	"(iii) the statute under which the plaintiff filed
4	suit.
5	"(D) The Attorney General of the United States shall
6	provide to the Chairman of the Administrative Conference
7	of the United States such information as the Chairman
8	requests to carry out this paragraph.".
9	(c) EFFECTIVE DATE.—
10	(1) Modifications to procedures.—The
11	amendments made by—
12	(A) paragraphs $(1)$ , $(2)$ , and $(3)$ of sub-
13	section (a) shall apply with respect to adversary
14	adjudications commenced on or after the date
15	of the enactment of this Act; and
16	(B) paragraphs $(1)$ and $(2)$ of subsection
17	(b) shall apply with respect to civil actions com-
18	menced on or after such date of enactment.
19	(2) Reporting.—The amendments made by
20	paragraphs (4) and (5) of subsection (a) and by
21	paragraphs (3) and (4) of subsection (b) shall take
22	effect on the date of the enactment of this Act.
23	SEC. 3. GAO STUDY.
24	Not later than 30 days after the date of the enact-

Not later than 30 days after the date of the enact-ment of this Act, the Comptroller General shall commence

an audit of the implementation of the Equal Access to
 Justice Act for the years 1995 through the end of the cal endar year in which this Act is enacted. The Comptroller
 General shall, not later than 1 year after the end of the
 calendar year in which this Act is enacted, complete such
 audit and submit to the Congress a report on the results
 of the audit.

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