

2019 WL 479438

Only the Westlaw citation is currently available.  
United States District Court, E.D. New York.

**EMPIRE STATE CARPENTERS WELFARE**,  
Annuity and Apprentice Training Funds, by  
Patrick Morin and Joseph Olivieri as Trustees,  
South Central District Council of Carpenters  
Defined Benefit Fund, by David F. Haines  
and Frank Jones as Trustees, and the Empire  
State Regional Council of Carpenters, by  
Patrick Morin as Business Manager, Plaintiffs,

v.

**CONWAY CONSTRUCTION  
OF ITHACA, INC.**, Defendant.

07-cv-2259 (DRH) (SIL)

|

Signed February 7, 2019

**Synopsis**

**Background:** Trustees of employee benefit plans brought action against employer under Employee Retirement Income Security Act (ERISA), alleging that employer failed to make required benefits contributions in accordance with a collective bargaining agreement (CBA). The district court initially awarded summary judgment to plaintiffs and entered judgment against defendant for \$202,958.75. After defendant appealed, the district court held bench trial and entered judgment for defendant. Defendant filed motion for attorney fees and costs, which was referred to magistrate judge for report and recommendation.

**[Holding:]** The District Court, [Steven I. Locke](#), United States Magistrate Judge, held that award of attorney fees and costs to defendant was not warranted.

Motion denied.

West Headnotes (16)

**[1] Federal Civil Procedure**

General rule in the American legal system is that each party must pay its own attorney's fees and expenses.

[Cases that cite this headnote](#)**[2] Labor and Employment**

Courts weigh the following five factors when considering whether to award legal fees and costs under ERISA: (1) the degree of the offending party's culpability or bad faith, (2) the ability of the offending party to satisfy an award of attorney fees, (3) whether an award of fees would deter other persons from acting similarly under like circumstances, (4) the relative merits of the parties' positions, and (5) whether the action conferred a common benefit on a group of pension plan participants. Employee Retirement Income Security Act of 1974 § 502, [29 U.S.C.A. § 1132\(g\)\(1\)](#).

[Cases that cite this headnote](#)**[3] Labor and Employment**

A district court's discretion to award attorney fees under ERISA is not unlimited, inasmuch as it may only award attorney fees to a party who has obtained some degree of success on the merits. Employee Retirement Income Security Act of 1974 § 502, [29 U.S.C.A. § 1132\(g\)\(1\)](#).

[Cases that cite this headnote](#)**[4] Labor and Employment**

A party satisfies success on the merits standard for award of attorney fees under ERISA if the court can fairly call the outcome of the litigation some success on the merits without conducting a lengthy inquiry into the question whether a particular party's success was substantial or occurred on a central issue.

Employee Retirement Income Security Act of 1974 § 502, [29 U.S.C.A. § 1132\(g\)\(1\)](#).

[Cases that cite this headnote](#)

**[5] Labor and Employment**



Whether a party obtained some degree of success on the merits is only factor that court must consider in exercising its discretion to award attorney fees under ERISA. Employee Retirement Income Security Act of 1974 § 502, [29 U.S.C.A. § 1132\(g\)\(1\)](#).

[Cases that cite this headnote](#)

**[6] Labor and Employment**



Courts' disfavor of awarding attorney fees to defendants in ERISA actions stems, inter alia, from: (i) plaintiffs often bringing suits in good faith despite ultimately failing to prove their case; (ii) the goal of avoiding a chilling effect against bringing colorable suits; and (iii) supporting ERISA's essential remedial purpose of protecting beneficiaries of pension plans. Employee Retirement Income Security Act of 1974 § 502, [29 U.S.C.A. § 1132\(g\)\(1\)](#).

[Cases that cite this headnote](#)

**[7] Labor and Employment**



Plaintiffs' culpability or bad faith was factor that weighed against awarding attorney fees to prevailing defendant employer in ERISA action, where plaintiffs, trustees of employee benefit funds, commenced suit under good faith belief that employer neglected to make required benefits contributions in accordance with the collective bargaining agreement (CBA), and they were initially successful, having been awarded judgment against defendant for \$202,958.75, before case was appealed and then ended in defendant's favor after bench trial, during which the court concluded that plaintiffs advanced formidable evidence that would have carried the day

but for defendant's compelling testimony. Employee Retirement Income Security Act of 1974 § 502, [29 U.S.C.A. § 1132\(g\)\(1\)](#).

[Cases that cite this headnote](#)

**[8] Labor and Employment**



A plaintiff's bad faith in bringing action is generally the most significant factor to the overall determination whether a defendant should be awarded attorney's fees in an ERISA setting. Employee Retirement Income Security Act of 1974 § 502, [29 U.S.C.A. § 1132\(g\)\(1\)](#).

[Cases that cite this headnote](#)

**[9] Labor and Employment**



Bad faith of a losing plaintiff, as factor for determining whether to award attorney fees under ERISA, significantly differs from that of a losing defendant in that the latter must have violated ERISA, thereby depriving plaintiffs of rights under a benefit plan, whereas the former may be only in error or unable to prove his case. Employee Retirement Income Security Act of 1974 § 502, [29 U.S.C.A. § 1132\(g\)\(1\)](#).

[Cases that cite this headnote](#)

**[10] Labor and Employment**



Plaintiffs' ability to pay was neutral factor in the determination of whether to award attorney fees to defendant employer that was successful party in ERISA action alleging that it had failed to make required contributions to employee benefit plans in accordance with the collective bargaining agreement (CBA), where neither party asserted that plaintiffs would be unable to pay, although plaintiffs, trustees of the benefit plans, asserted that any such award would come at the detriment of the funds' beneficiaries. Employee Retirement Income

Security Act of 1974 § 502, 29 U.S.C.A. § 1132(g)(1).

[Cases that cite this headnote](#)

**[11] Labor and Employment**



Regarding the ability of the offending party to satisfy an award, as factor in determining whether to award attorney fees under ERISA, it is only a party's inability to pay an award that weighs in its favor, while its ability to pay is generally neutral in effect. Employee Retirement Income Security Act of 1974 § 502, 29 U.S.C.A. § 1132(g)(1).

[Cases that cite this headnote](#)

**[12] Labor and Employment**



Deterrence of similar conduct was factor that weighed against awarding attorney fees to prevailing defendant employer in ERISA action, where plaintiffs, trustees of employee benefit plans, brought action with good faith belief that they had meritorious claim that defendant failed to make required benefits contributions in accordance with the collective bargaining agreement (CBA), but they ultimately lost at trial despite proffering substantial supporting evidence, so that awarding attorney fees in such a case would merely chill future potentially viable claims. Employee Retirement Income Security Act of 1974 § 502, 29 U.S.C.A. § 1132(g)(1).

[Cases that cite this headnote](#)

**[13] Labor and Employment**



Where an ERISA plaintiff has pursued a colorable, albeit unsuccessful, claim, this factor weighs strongly against granting fees to the prevailing defendant; awarding fees in such a case would likely deter beneficiaries and trustees from bringing suits in good faith for fear that they would be saddled by their

adversary's fees in addition to their own in the event that they failed to prevail, which would undermine ERISA's essential remedial purpose of protecting beneficiaries of pension plans. Employee Retirement Income Security Act of 1974 § 502, 29 U.S.C.A. § 1132(g)(1).

[Cases that cite this headnote](#)

**[14] Labor and Employment**



Relative merits of parties' positions weighed against award of attorney fees to prevailing defendant employer in ERISA action alleging that defendant failed to make required benefits contributions in accordance with the collective bargaining agreement (CBA); defendant won because at bench trial, the court determined that defendant had not intended to be bound by the CBA, which was not signed, based on highly credible testimony from defendant's representative, but court also concluded that plaintiffs had brought action under viable theory of law and adduced formidable evidence in support thereof. Employee Retirement Income Security Act of 1974 § 502, 29 U.S.C.A. § 1132(g)(1).

[Cases that cite this headnote](#)

**[15] Labor and Employment**



Factor concerning whether the action conferred a common benefit on a group of plan participants is generally regarded as either inapplicable or neutral where an ERISA defendant is seeking attorney fees. Employee Retirement Income Security Act of 1974 § 502, 29 U.S.C.A. § 1132(g)(1).

[Cases that cite this headnote](#)

**[16] Labor and Employment**



Award of attorney fees and costs to defendant employer, as prevailing party in ERISA action, was not warranted;

plaintiffs, trustees of employee benefit plans, unquestionably brought the action with good faith belief they had a meritorious claim for delinquent contributions to benefit plans and almost prevailed on multiple occasions, and rendering an award to defendant under such circumstances would undoubtedly have a chilling effect on future trustees responsible for enforcing beneficiaries' rights under ERISA. Employee Retirement Income Security Act of 1974 § 502, [29 U.S.C.A. § 1132\(g\)\(1\)](#).

[Cases that cite this headnote](#)

#### Attorneys and Law Firms

[Martin C. Fojas](#), [Richard B. Epstein](#), [Adam Arthur Biggs](#), [Claire Alyson Vinyard](#), [Elina Burke](#), [Michele A. Moreno](#), [Nathan V. Bishop](#), [Todd Dickerson](#), Virginia & Ambinder LLP, New York, NY, for Plaintiffs.

[Joseph J. Steflik](#), [Katherine A. Gilfillan](#), Coughlin & Gerhart, L.L.P., Binghamton, NY, for Defendant.

#### REPORT AND RECOMMENDATION

[STEVEN I. LOCKE](#), United States Magistrate Judge

\*1 Plaintiffs Empire State Carpenters Welfare, Annuity and Apprentice Training Funds, by Patrick Morin and Joseph Olivieri as Trustees, and the South Central District Council of Carpenters Defined Benefit Fund, by David F. Haines and Frank Jones as Trustees, (together, the “Funds”), along with the Empire State Regional Council of Carpenters, by Patrick Morin as Business Manager (collectively with the Funds, “Plaintiffs”), commenced this action against Conway Construction of Ithaca, Inc. (“Defendant” or “Conway”), seeking damages in connection with Conway's alleged failure to make required benefits contributions pursuant to the Labor Management Relations Act of 1947 (the “LMRA”), [29 U.S.C. § 141 et seq.](#), and the Employee Retirement Income Security Act (“ERISA”), [29 U.S.C. § 1001 et seq.](#) See Complaint, Docket Entry (“DE”) [1]. Presently before the Court, on referral from the Honorable Denis R. Hurley for Report and Recommendation, is Conway's motion to

recover attorneys' fees and costs incurred in successfully defending this action, pursuant to [29 U.S.C. § 1132\(g\)\(1\)](#) and [Fed. R. Civ. P. 54\(d\)](#). See DE [116]. For the reasons set forth herein, the Court respectfully recommends denying Defendant's motion.

#### I. Background

This litigation has an extensive history, familiarity with which is presumed. See, DEs [24], [38], [69], and [114] (detailing the underlying facts of this action). Thus, the Court only provides a summary of facts and procedural history necessary to decide the instant motion.

By way of Complaint dated June 5, 2007, Plaintiffs commenced this action seeking to recover unpaid fringe benefit contributions pursuant to a collective bargaining agreement in effect from 2001 through 2006 (the “CBA”). See DE [1]. The crux of the dispute focused on whether Conway manifested its intent to be bound by the CBA despite not being a signatory to it. See DE [24] at 6. Following the close of discovery, the parties filed cross-motions for summary judgment on March 12, 2009. See DE [20]. On February 19, 2010, Judge Hurley denied both motions after determining that although Conway was bound by the CBA as a matter of law based on its conduct, more briefing was required as to whether Defendant unilaterally terminated its obligations thereunder in 2003. See DE [24] at 7, 15-16. The parties subsequently renewed their cross-motions for summary judgment on August 15, 2011. See DE [34]. On March 15, 2012, Judge Hurley granted summary judgment in Plaintiffs' favor while denying Conway's motion, holding that Defendant was bound by the CBA for its entire term. See DE [38] at 17. Accordingly, Judge Hurley directed the parties to set a briefing schedule with respect to damages. See *id.* Defendant appealed that decision, see DE [39], but the appeal was dismissed for lack of jurisdiction because a final order had not yet been entered. See DE [51]. Plaintiffs then filed their motion for damages, see DE [55], and Judge Hurley referred that motion to this Court for Report and Recommendation. See January 21, 2015 Order. Following an evidentiary hearing on July 31, 2015 and subsequent supplemental briefing, see DEs [65] - [67], this Court recommended awarding Plaintiffs \$ 202,958.75 in damages. See DE [69]. On September 14, 2015, Judge Hurley adopted this Court's Report and Recommendation and entered judgment against Defendant for \$ 202,958.75. See DEs [73], [74] (the “Judgment”). Conway again appealed the

summary judgment decision and resulting Judgment. *See* DE [75]. On September 28, 2016, the Second Circuit found that genuine disputes of material fact existed as to whether Defendant's conduct manifested an intent to be bound to the terms of the unsigned CBA. *See* DE [82] at 4. Accordingly, the Judgment was vacated, and the case was remanded for further proceedings. *See id.*

\*2 Following a bench trial on the issue of whether Conway implicitly assented to be bound by the CBA, Judge Hurley concluded that Plaintiffs “failed to establish by a preponderance of the evidence their claim against Conway Construction for unpaid fringe benefit contributions,” and directed the Clerk of the Court to enter judgment for Defendant and close the case. *See* DE [114] at 3, 12. In reaching his decision that Conway did not intend to be bound by the CBA, Judge Hurley noted that “[t]he evidence of implicit assent advanced by Plaintiffs is formidable and would certainly have carried the day but for the compelling and, [in Judge Hurley's opinion], highly credible testimony of Conway.” *See id.* at 11.

On April 24, 2018, Defendant filed the instant motion for attorneys' fees and costs, *see* DE [116], which Judge Hurley referred to this Court for Report and Recommendation. *See* April 25, 2018 Order Referring Motion. Plaintiffs opposed the motion, *see* DE [118], and in connection therewith requested leave to file a sur-reply after Conway raised new arguments on reply. *See* DE [121]. This Court granted the requested leave, *see* January 10, 2019 Electronic Order, and Plaintiffs filed their sur-reply on January 15, 2019. *See* DE [124].

## II. Discussion

[1] [2] [3] [4] [5] “The general rule in [the American] legal system is that each party must pay its own attorney's fees and expenses.” *See e.g., Perdue v. Kenny A. ex rel. Winn*, 559 U.S. 542, 550, 130 S.Ct. 1662, 1671, 176 L.Ed.2d 494 (2010) (internal citations omitted). Under ERISA, however, “the court in its discretion may allow a reasonable attorney's fee and costs of action to either party.” 29 U.S.C. § 1132(g)(1); *see also LaBarbera v. J.E.T. Res., Inc.*, 396 F.Supp.2d 346, 349-50 (E.D.N.Y. 2005) (“Under ERISA, an award of attorneys' fees and costs is within the sound discretion of the trial court”). In the Second Circuit, courts weigh the following five factors when considering whether to award legal fees and costs:

- (1) the degree of the offending party's culpability or bad faith,
- (2) the ability of the offending party to satisfy an award of attorney's fees,
- (3) whether an award of fees would deter other persons from acting similarly under like circumstances,
- (4) the relative merits of the parties' positions, and
- (5) whether the action conferred a common benefit on a group of pension plan participants.

*Chambless v. Masters, Mates & Pilots Pension Plan*, 815 F.2d 869, 871 (2d Cir. 1987) *abrogation on other grounds recognized by Levitian v. Sun Life & Health Ins. Co.*, 486 F. App'x 136 (2d Cir. 2012) (internal citations omitted). A district court's discretion in this regard, however, “ ‘is not unlimited,’ inasmuch as it may only award attorneys' fees to a [party] who has obtained ‘some degree of success on the merits.’ ” *Donachie v. Liberty Life Assur. Co. of Bos.*, 745 F.3d 41, 46 (2d Cir. 2014) (quoting *Hardt v. Reliance Standard Life Ins. Co.*, 560 U.S. 242, 254–55, 130 S.Ct. 2149, 176 L.Ed.2d 998 (2010)). “A party satisfies this standard if the court can fairly call the outcome of the litigation some success on the merits without conducting a lengthy inquiry into the question whether a particular party's success was substantial or occurred on a central issue.” *Dist. Photo Inc. Health Care Plan v. Pyrros*, No. 13-cv-4285, 2017 WL 2334027, at \*3 (E.D.N.Y. May 30, 2017) (internal quotation and citation omitted). Thus, in deciding whether to render an award under Section 1132(g)(1), courts *may* apply the *Chambless* factors, but the only factor they *must* consider is whether a party obtained some degree of success on the merits. *See Tedesco v. I.B.E.W. Local 1249 Ins. Fund*, No. 14-cv-3367, 2019 WL 140649, at \*4 (S.D.N.Y. Jan. 9, 2019) (citing *Donachie*, 745 F.3d at 46).

\*3 [6] “Although the *Chambless* test applies to both plaintiffs and defendants in ERISA actions, courts have cautioned that the five factors very frequently suggest that attorney's fees should not be charged against ERISA plaintiffs.” *Salovaara v. Eckert*, 222 F.3d 19, 28 (2d Cir. 2000) (internal quotation and citations omitted). The disfavor of awards to defendants stems, *inter alia*, from: (i) plaintiffs often bringing suits in good faith despite

ultimately failing to prove their case; (ii) the goal of avoiding a chilling effect against bringing colorable suits; and (iii) supporting ERISA's essential remedial purpose of protecting beneficiaries of pension plans. *See id.*; *see also Toussaint v. JJ Weiser, Inc.*, 648 F.3d 108, 111 (2d Cir. 2011) (“This favorable slant toward ERISA plaintiffs is necessary to prevent the chilling of suits brought in good faith”) (internal quotation and citation omitted).

Applying these standards, and for the reasons set forth below, the Court concludes that an award of attorneys' fees and costs to Defendant is not warranted here. As an initial matter, Conway's victory at trial certainly constitutes success on the merits such that the Court retains its discretion to award fees and costs under *Chambless*. Weighing the relevant factors, however, establishes that an award is inappropriate.

The Court notes that Conway made little to no effort at justifying its request for attorneys' fees and costs. Indeed, in its moving papers Defendant cites to no authority, save the statute itself, substantiating its claim for relief. *See generally* Declaration of Joseph Steflik, Jr., DE [117]. On reply, after Plaintiffs outlined the relevant precedent for determining whether an award under [Section 1132\(g\) \(1\)](#) is appropriate, Conway for the first time referenced the *Chambless* factors. *See* [Reply] Memorandum of Law (“Def.'s Reply”), DE [120]. Still, however, Defendant did little more than list the factors and claim in conclusory fashion that it was entitled to recovery. *See id.* at 3.<sup>1</sup> Notwithstanding, the Court considers the *Chambless* factors.

#### **A. Culpability or Bad Faith**

[7] [8] [9] The Court first concludes that Plaintiffs brought this action in good faith. The Court notes that “[t]his first factor regarding ‘bad faith’ is generally the most significant to the overall determination whether a defendant should be awarded attorney's fees in an ERISA setting.” *Critelli v. Fid. Nat. Title Ins. Co. of New York*, 554 F.Supp.2d 360, 364 (E.D.N.Y. 2008). With respect to culpability, the bad faith “of a losing plaintiff significantly differs from that of a losing defendant” in that the latter “must have violated ERISA, thereby depriving plaintiffs of rights under a [benefit] plan” whereas the former “may be only in error or unable to prove his case.” *Salovaara*, 222 F.3d at 28 (internal quotations and citations omitted);

*see also Pyrrros*, 2017 WL 2334027, at \*4 (“a party that has raised potentially meritorious claims in good faith will generally not be deemed culpable”) (internal citations omitted). Here, Plaintiffs clearly commenced suit under the good faith belief that Conway neglected to contribute to the Funds in accordance with the CBA. Indeed, Judge Hurley initially granted summary judgment in Plaintiffs' favor, *see* DE [38], and despite ultimately ruling for Defendant after a bench trial following the Second Circuit's remand, he concluded that Plaintiffs advanced “formidable” evidence that “would certainly have carried the day but for [Conway's compelling testimony].” *See* DE [114] at 11. Thus, it is evident that Plaintiffs were dutifully carrying out their fiduciary obligation of protecting the Funds' beneficiaries.<sup>2</sup> Accordingly, this first essential factor weighs in Plaintiffs' favor.

#### **B. Ability to Pay**

\*4 [10] [11] As for the ability of the offending party to satisfy an award, “it is only a party's *inability* to pay an award that weighs in its favor while its *ability* to pay is generally neutral in effect.” *Tedesco*, 2019 WL 140649, at \*7 (internal quotations and citations omitted) (*emphasis in original*). Here, Conway makes no argument with respect to Plaintiffs' ability to pay but instead mentions its own position as a small business. *See* Def.'s Reply at 3. This argument misses the mark as the question concerns *Plaintiffs'*, not Defendant's, ability to satisfy an award. To that end, Plaintiffs note that although they technically could pay Conway's legal fees, any such award would come at the detriment of the Funds' beneficiaries. *See* Memorandum of Law in Opposition to Defendant's Application for Attorney's Fees and Costs (“Pls.' Opp.”) at 5-6. Because neither party asserts that Plaintiffs would be unable to pay, this factor is neutral.

#### **C. Deterrence**

[12] [13] The Court next concludes that granting Conway's motion would not deter future misconduct. Indeed, in the absence of culpable conduct by an offending party, “there is no misconduct to deter.” *Pyrrros*, 2017 WL 2334027, at \*6.

In fact, where, as in this case, an ERISA plaintiff has pursued a colorable (albeit unsuccessful) claim, [this factor] ... weighs strongly *against* granting fees to the prevailing defendant. Awarding fees in such a case would likely deter beneficiaries and trustees from bringing suits in good faith for fear that they would be saddled by their adversary's fees in addition to their own in the event that they failed to prevail; this, in turn, would undermine ERISA's essential remedial purpose of protecting beneficiaries of pension plans.

*Salovaara*, 222 F.3d at 31 (*emphasis in original*) (internal citation omitted); *see also* *Pyrros*, 2017 WL 2334027, at \*7 (refusing fees to a prevailing defendant, *inter alia*, because of “the possible chilling effect an award would have on potentially meritorious lawsuits brought to protect beneficiaries' interests”). Here, as detailed above, Plaintiffs brought this action with the good faith belief that they had a meritorious claim, but ultimately lost at trial despite proffering substantial supporting evidence. Thus, an award of attorneys' fees and costs in this instance would merely chill future potentially viable claims. Accordingly, this factor also weighs in Plaintiffs' favor.

#### **D. Relative Merits of the Parties' Positions**

[14] The relative merits of the parties' positions further militate against an award of fees here because Plaintiffs' position was colorable. *See Renda v. Adam Meldrum & Anderson Co.*, 806 F.Supp. 1071, 1084 (W.D.N.Y. 1992) (“an award is less appropriate where, as here, the losing party has presented a meritorious, albeit unsuccessful, argument in support of its position”). As Judge Hurley found in his first summary judgment decision, *Brown v. C. Volante Corp.* stands for the proposition that an employer can demonstrate an intent to be bound by a CBA despite not having signed the document. *See* 194 F.3d 351, 355 (2d Cir. 1999); *see also* DE [24]. Following

this precedent, Judge Hurley concluded that Conway implicitly assented to the terms of the CBA. In vacating the Judgment and remanding this case, the Second Circuit agreed with the legal conclusions of *Brown* but held that genuine factual disputes as to whether Conway manifested its intent to be bound precluded summary judgment. *See* DE [82] at 3-4. Defendant's eventual success at trial turned on what Judge Hurley considered “highly credible testimony” from Conway notwithstanding the validity of Plaintiffs' legal position. *See* DE [114] at 11. Because Plaintiffs brought this action under a viable theory of law and adduced “formidable” evidence in support thereof, Conway's victory renders this factor neutral.

#### **E. Common Benefit**

[15] “[T]he fifth *Chambless* factor, whether the action conferred a common benefit on a group of plan participants, is generally regarded as either inapplicable or neutral where an ERISA defendant is seeking attorneys' fees.” *Mahoney v. J.J. Weiser & Co.*, 646 F.Supp.2d 582, 594 (S.D.N.Y. 2009) (collecting cases). Accordingly, because the instant motion concerns Conway's request for attorneys' fees and costs, the Court declines to consider this this final factor.

\*5 [16] Having weighed the *Chambless* factors and determined that the first and third factors weigh in Plaintiffs' favor, the second and fourth factors are neutral, and the fifth factor is inapplicable, the Court concludes that an award of attorneys' fees and costs to Conway is inappropriate. Plaintiffs unquestionably brought this action with the good faith belief that they had a meritorious claim for delinquent contributions and indeed almost prevailed on multiple occasions. Rendering an award in Conway's favor under these circumstances would undoubtedly have a chilling effect on future trustees responsible for enforcing beneficiaries' rights under ERISA. Accordingly, the Court respectfully recommends denying Conway's motion for attorneys' fees and costs.

#### **III. Conclusion**

For the reasons set forth above, the Court respectfully recommends denying Defendant's motion for attorneys' fees and costs.

#### IV. Objections

A copy of this Report and Recommendation is being served on all parties by electronic filing on the date below. Any objections to this Report and Recommendation must be filed with the Clerk of the Court within 14 days of receipt of this report. Failure to file objections within the specified time waives the right to appeal the District Court's order. See 28 U.S.C. § 636(b)(1); Fed. R. Civ. P.

6(a); *Ferrer v. Woliver*, 05-3696, 2008 WL 4951035, at \*2 (2d Cir. Nov. 20, 2008); *Beverly v. Walker*, 118 F.3d 900, 902 (2d Cir. 1997); *Savoie v. Merchants Bank*, 84 F.3d 52, 60 (2d Cir. 1996).

#### All Citations

--- F.Supp.3d ----, 2019 WL 479438

#### Footnotes

- 1 Defendant also relied on two additional cases to support its motion, neither of which support its request. See Def.'s Reply at 1-2. Conway first references a Ninth Circuit decision, in arguing that "a court may assess attorney's fees against a multi-employer benefit plan that unsuccessfully sues an employer for non-payment of ERISA contributions." *Corder v. Howard Johnson & Co.*, 53 F.3d 225, 230 (9th Cir. 1994). However, in that case the Ninth Circuit *reversed* the district court's fee award in acknowledging ERISA's purpose of "provid[ing] relief to beneficiaries with legitimate claims." *Id.* at 231. Thus, Conway's citation to *Corder* is misplaced. Defendant's reliance on *Marx v. Gen. Revenue Corp.*, 568 U.S. 371, 133 S.Ct. 1166, 185 L.Ed.2d 242 (2013) is also misguided, as that case concerned costs under the Fair Debt Collections Practices Act, not ERISA.
- 2 Conway argues that Plaintiffs initiated this action to coerce it to "sign" with the union. See Def.'s Reply at 3. The Court assumes "sign" refers to execute the CBA, but it is unclear from the papers. See *id.* In any event, this contention is unsupported by any citation to the record and is therefore rejected.