



amended February 1, 2010 (“Local Rules”), and the United States Trustee Guidelines for Reviewing Applications for Compensation and Reimbursement of Expenses Filed Under 11 U.S.C. § 330, issued January 30, 1996 (“Guidelines”).

## **DISCUSSION**

For the compensation period of November 16, 2009 through February 28, 2010 Stevens & Lee, P.C. submitted monthly fee applications in the amount of \$70,243.50 as actual, reasonable and necessary fees and reimbursement of expenses in the amount of \$807.73. For the Application period no amount was disclosed for fee applications.

1. Local Rule 2016-2 provides in section (d) that all motions shall include complete and detailed activity descriptions; each activity description shall include the type of activity; each activity description shall include the subject matter and shall be sufficiently detailed to allow the Court to determine whether all the time, or any portion thereof, is actual, reasonable, and necessary. We requested that the Firm add sufficient detail to allow determination of reasonableness and necessity in fee applications. We noted entries which provide a description of “assist”. This description does not provide sufficient detail to allow the determination of “actual, reasonable and necessary”. After discussions with the Firm and after review of additional information provided by the Firm we do not recommend any change for these entries. We requested that the firm remind timekeepers that vague terms do not adequately describe the activities that the descriptions relate to and that otherwise they would appear to be unnecessary charges. Because there is no recommendation for a reduction in fees for these entries, the exhibit has not been included.

2. Local Rule 2016-2 provides in section (d) (ix) the activity descriptions shall individually identify all meetings and hearings (conferences and conference by telephone), each participant, the subject(s) of the meeting or hearing (conferences and conference by telephone) and the participant's role. Our procedures applied to the monthly fee applications for November 16, 2009 through February 28, 2010 identified entries with descriptions which did not provide such detail. We requested that the firm identify parties to the communications. After discussions with the Firm and after review of additional information provided by the Firm we do not recommend any change for these entries. Because there is no recommendation for a reduction in fees for these entries, the exhibit has not been included.
  
3. Our procedures identified entries that related to fee application preparation. We requested, and the Firm agreed that the Firm create a separate category code for such entries and disclose the information in each fee application. Because there is no recommendation for a reduction in fees for these entries, the exhibit has not been included.
  
4. Our procedures applied to the fee application for the period ending 12/31/09 disclosed insufficient detail for expense charges. Such entries do not provide sufficient detail or description. We requested additional description for these entries. Also, Local Rule 2016-2 (e) (ii); states that the application shall itemize each expense within each category, including the date the expense was incurred, the charge and the individual incurring the expense. We requested such information as destinations, class of service, rates, dates of service and number of participants. The Firm responded with the requested detail and

information. Because there is no recommendation for a reduction in expense for these charges, the exhibit has not been included.

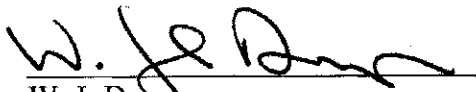
### **CONCLUSION**

Regarding the First Interim Fee Application Request and the fees and expenses discussed in the previous sections, DFR submits its final report for the First Interim Fee Application Request of Stevens & Lee, P.C. for compensation for services rendered and reimbursement of expenses as corporate counsel to the Debtors and Debtors-in-Possession for the Period from November 16, 2009 through February 28, 2010 and we recommend the approval of fees in the amount of \$70,243.50 and the reimbursement of expenses in the amount of \$807.73.

Respectfully submitted,

**DIRECT FEE REVIEW LLC  
FEE AUDITOR**

By:

  
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