

UNITED STATES DISTRICT COURT  
MIDDLE DISTRICT OF FLORIDA  
TAMPA DIVISION

SECURITIES AND EXCHANGE  
COMMISSION,

Plaintiff,

v.

Case No. 8:20-cv-394-T-35SPF

KINETIC INVESTMENT GROUP, LLC,  
and MICHAEL SCOTT WILLIAMS,

Defendants, and

KINETIC FUNDS I, LLC;  
KCL SERVICES, LLC d/b/a LENDACY;  
SCIPIO, LLC; LF42, LLC; EL MORRO  
FINANCIAL GROUP, LLC; and  
KIH, INC. f/k/a KINETIC  
INTERNATIONAL, LLC,

Relief Defendants.

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**ORDER**

Receiver filed his First Interim Omnibus Application for Allowance and Payment of Professionals' Fees and Reimbursement of Expenses (Doc. 73). Upon review, Receiver is directed to supplement his Application by **July 15, 2020**, to address the inconsistencies between the Application (Doc. 73 at 17-18), the E-Hounds, Inc.'s fee schedule (Doc. 74-7), and the invoice for E-Hounds' services (Doc. 74-12). Receiver's Application seeks payment of \$33,945 in fees and \$875 for expenses for services rendered by E-Hounds for a total of \$34,820. (Doc. 73 at 18). The Application indicates that "[a]s an accommodation to the Receiver, E-Hounds ... provided preferred hourly rates ranging from \$195 to \$250 for customary forensic imaging tasks." (Doc. 73 at 17).

As an aside, the fee schedule did not include a separate line item for expenses but, instead, listed billable hours totaling the full \$34,820 being sought. A comparison of the invoice with the fee schedule reveals that James C. Schooler's billable amount is listed as \$4,060 on the fee schedule instead of the \$2,890 reflected on the invoice, an overage of \$1,170. On the other hand, Robert Rohr's billable amount is listed as \$24,410 on the fee schedule, \$295 less than the \$24,705 reflected on the invoice. The \$1,170 overage for Schooler minus the \$295 underbilled for Rohr reveals where the \$875 in expenses are hidden on the fee schedule. More importantly, the issue for which the Court seeks explanation is in relation to the Receiver's representation that E-Hounds' hourly rates were reduced to \$195 to \$250 for customary forensic imaging tasks and Rohr's rate being listed as \$195 to \$250 on the fee schedule. (*See* Doc. 73 at 17 and Doc. 74-7). In marked contrast, the E-Hounds' invoice includes 6 hours billed by Rohr at a rate of \$1,000 per hour for "Triage Reporting." (Doc. 74-12). It is for this discrepancy that the Court seeks clarification.

**ORDERED** in Tampa, Florida, this 1st day of July 2020.

  
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SEAN P. FLYNN  
UNITED STATES MAGISTRATE JUDGE