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1 2 3 4 5 6	Venkat Balasubramani (SBN 189192) BALASUBRAMANI LAW 8426 40th Ave SW Seattle, WA 98136 Telephone: (206) 529-4827 Facsimile: (206) 260-3966 <i>venkat@balasubramani.com</i> Attorneys for David Hendricks		
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8 9	UNITED STATE CENTRAL DISTE	ES DISTRICT COURT RICT OF CALIFORNIA	
10	IMAGELINE, INC.,		
11	Plaintiff,	Case No. CV 09-1870 DSF (AGRx) DEFENDANT'S NOTICE OF	
12 13	V.	MOTION AND MOTION TO	
13 14	DAVID HENDRICKS, et al.,	DISMISS FOR LACK OF PERSONAL JURISDICTION	
14		AND IMPROPER VENUE, OR,	
15	Defendants.	IN THE ALTERNATIVE, TO TRANSFER VENUE	
17			
18		Date: July 27, 2009 Time: 1:30pm	
19		Courtroom: 840	
20		Judge: Dale S. Fischer	
20	TO PLAINTIFF IMAGELINE INC	C. AND ITS ATTORNEYS OF RECORD:	
21		on July 27, 2009 at 1:30pm in the Courtroom	

of the Honorable Dale S. Fischer of the above referenced court, located at 255 East Temple Street, Los Angeles, California, 90012, Defendant David Hendricks will move to dismiss the Complaint pursuant to Fed. R. Civ. P. 12(b)(2) and (3) on the grounds that the court lacks personal jurisdiction and that venue is improper.

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1	This Motion will be based on this Notice, the attached Memorandum of		
2	Points and Authorities, the Declaration of Dave Hendricks, the files and records in		
3	this action, argument of counsel, and upon such other and further matter adduced at		
4	the hearing or of which the court takes judicial notice.		
5	The Motion is made following the conference of counsel pursuant to		
6	L.R. 7-3, which took place on June 10, 2009.		
7	Respectfully submitted, and dated: June 22, 2009.		
8	BALASUBRAMANI LAW		
9			
10	By: <u>/s/ Venkat Balasubramani</u> Venkat Balasubramani		
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12	Attorneys for David Hendricks		
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MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF **DEFENDANT'S MOTION TO DISMISS OR TRANSFER VENUE**

I. **INTRODUCTION**

Defendant David Hendricks¹ ("*Hendricks*") respectfully requests the Court to dismiss this lawsuit on the basis of lack of personal jurisdiction and improper venue. Neither Hendricks nor Plaintiff Imageline, Inc. ("*Imageline*") reside in the State of California or in this judicial district. Hendricks is a sole proprietor located in the State of Washington. Imageline is a Virginia corporation having its principal place of business in Ashland, Virginia. Furthermore, Hendricks has not:

• Owned or leased real or personal property in the State of California;

- Owed or been required to pay taxes in the State of California;
- Maintained an office in the State of California:
- Maintained a registered agent for service in the State of California;
- Had employees in the State of California; •
- Conducted print, radio, television, or any other advertising that was directed to California residents; or
- Conducted promotions or sponsored events in the State of California.

The sole contacts purportedly supporting personal jurisdiction and venue are sales of a small amount of allegedly infringing material fortuitously purchased by California residents through a website operated by a third-party, eBay, Inc.

Mr. Hendricks has not directed his business activities to the State of California, could not have reasonably anticipated being haled into court here, and therefore this court lacks personal jurisdiction over Hendricks. Venue is similarly

¹ Plaintiff has also named Freedom Vending, Inc. as a party. However, Freedom Vending is not an incorporated legal entity, but rather a "d/b/a" used by Mr. Hendricks, who is a sole proprietor.

improper because Hendricks has even less of a connection to this judicial district.
Under the statute governing venue in copyright actions, 28 U.S.C. § 1400(a), venue
lies only "in the district in which the defendant or his agent resides or may be
found." Neither of those conditions are met.

Because personal jurisdiction and venue are improper, Imageline's Complaint should be dismissed. However, if the Court finds that personal jurisdiction and venue are proper, the convenience of the parties and witnesses, the disparity of means between the parties, and concerns of efficiency warrant a transfer of the action to the Western District of Washington.

II. FACTUAL BACKGROUND

A. David Hendricks

David Hendricks is a resident of Sedro Wooley, Washington. (Declaration of David Hendricks ("Hendricks Decl."), ¶ 1.) He is a sole proprietor doing business under several trade names, including Freedom Vending. (Hendricks Decl., ¶ 2.) Hendricks engages artists as independent contractors to produce computer vector images, commonly known as "clip art." (Hendricks Decl., ¶ 3.) Hendricks compiles the clip art into multi-image collections which he then distributes through his own website and through the website operated by online retailer eBay. (Hendricks Decl., ¶ 4.) Hendricks does not have any employees, either in the State of Washington or elsewhere. (Hendricks Decl., ¶ 5.) He does not have an office outside the State of Washington. (Hendricks Decl., ¶ 6.) Hendricks does not advertise in magazines, newspapers or through television or radio. (Hendricks Decl., ¶ 7.) He does not conduct events or sponsor promotions. (Hendricks Decl., ¶ 8.) Hendricks has not owned or leased any real or personal property in California, nor has he ever owed or been required to pay taxes in California. (Hendricks Decl., ¶ 9.) Hendricks has never maintained a registered

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1 agent for service in the State of California. (Hendricks Decl. ¶ 10.)

Of Hendricks's total sales and revenues, an insignificant portion are to residents of California. (Hendricks Decl., \P 13.) The portion of his sales and revenues to residents of the Central District of California are even smaller. (Hendricks Decl., \P 14.)

B. Imageline and its allegations regarding infringement by Hendricks

On March 18, 2009, Imageline filed the instant Complaint against David Hendricks, Freedom Vending, Inc., and Does 1-10, alleging claims for: (1) copyright infringement; and (2) alteration of copyright management information.

Imageline describes itself as a corporation "organized and existing under the laws of the State of Virginia, having its principal place of business in Ashland, Virginia." (Complaint, ¶ 7.) It further describes itself as "a global leader specializing in the creation, production, development and marketing" of clip art. (Complaint, ¶ 2.)

Imageline claims that this Court has jurisdiction pursuant to 28 U.S.C. § 1331 and § 1338(a), and that venue is proper pursuant to 28 U.S.C. § 1391(b) and § 1400(a). (Complaint, ¶ 5, 6.) While Imageline has not expressly stated in its Complaint what acts support jurisdiction and venue, the only allegation that arguably supports these claims is that Hendricks, through his use of the eBay website, "has done business in and continues to do business in California through sales and distribution of the Infringing Works in the State of California, among other places." (Complaint, ¶ 10.)

III. DISCUSSION

A. Hendricks is not subject to personal jurisdiction in the state of California

In opposition to a defendant's motion to dismiss for lack of personal

jurisdiction, the plaintiff bears the burden of establishing that jurisdiction is proper.
 Boschetto v. Hansing, 539 F.3d 1011, 1015 (9th Cir. 2008). Here, Imageline
 cannot "simply rest on the bare allegations of its complaint," but rather must
 "come forward with facts, by affidavit or otherwise, supporting personal
 jurisdiction." *Amba Marketing Systems, Inc. v. Jobar Intern.*, 551 F.2d 784, 787
 (9th Cir. 1977).

When no federal statute specifically confers personal jurisdiction, the district court applies the law of the forum state. *CE Distrib., LLC v. New Sensor Corp.*, 380 F.3d 1107, 1110 (9th Cir. 2004). California's long-arm statute permits California courts to exercise jurisdiction on any basis consistent with the Constitutions of California and the United States, i.e., to the limits of due process. CAL. CODE. CIV. PROC. § 410.10; *see also Peterson v. Highland Music, Inc.*, 140 F.3d 1313, 1317 n. 2 (9th Cir. 1998). A court may exercise personal jurisdiction over a non-resident defendant consistent with due process only if he or she has "certain minimum contacts" with the forum state "such that the maintenance of the suit does not offend traditional notions of fair play and substantial justice." *Int'l Shoe Co. v. Washington*, 326 U.S. 310, 316, 66 S.Ct. 154, 90 L.Ed. 95 (1945) (internal quotations omitted). There are two forms of personal jurisdiction that a forum state may exercise over a non-resident defendant – general jurisdiction and personal jurisdiction. For the reasons stated below, Hendricks is subject to neither.

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1. <u>The Court lacks general jurisdiction because Hendricks's contacts</u> with California do not "approximate physical presence".

General jurisdiction exists where the business contacts with the forum state are so substantial, continuous and systematic that they "approximate physical presence." *Bancroft & Masters, Inc. v. Augusta Nat'l Inc.*, 223 F.3d 1082, 1086 (9th Cir. 2000). The types of contacts with a forum state determined by courts to

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confirm general jurisdiction include, ownership of property, the maintenance of
bank accounts, having employees, soliciting business, or having a designated agent
in the state. *See Glencore Grain v. Shivnath Rai Harnarain*, 284 F.3d 1114, 112425 (9th Cir. 2002). Conversely, "engaging in commerce with residents of the
forum state is not in and of itself the kind of activity that approximates physical
presence within the state's borders." *Bancroft & Masters, Inc.*, 223 F.3d at 1086.

Hendricks's contacts with California do not approximate those necessary to confer general jurisdiction. (*See generally* Hendricks Decl.) Like the defendant in *Glencore Grain*, who the court found lacked the necessary contacts to support general jurisdiction, Hendricks does not own property, maintain bank accounts, have employees, solicit business, or have a designated agent in the state of California. The only contacts that the defendant in *Glencore Grain* had with California were the employment of an independent sales agent to distribute the defendants' products, and fifteen shipments into San Francisco. Here, Hendricks has significantly less contacts than the defendant in *Glencore Grain*. Any contacts in this case are the result of isolated and fortuitous sales via eBay, the location of these sales are entirely out of Hendricks's control. As in *Glencore Grain*, general jurisdiction is improper.

2. <u>The Court lacks specific jurisdiction because Hendricks has not</u> <u>purposefully directed activity to California, and because the</u> <u>exercise of jurisdiction would be unreasonable.</u>

Courts in the Ninth Circuit use a three part test to determine whether specific jurisdiction exists: (i) the nonresident defendant must purposefully direct his activities or consummate some transaction with the forum or residents thereof; or perform some act by which he purposefully avails himself of the privilege of conducting activities in the forum, thereby invoking the benefits and protections of its laws; (ii) the claim must be one which arises out of or relates to the defendant's forum-related activities; and (iii) the exercise of jurisdiction must comport with fair play and substantial justice, i.e., it must be reasonable. *Boshcetto v. Hansing*, 539 F.3d at 1016. None of the three requirements has been met here.

> *Hendricks has not purposefully directed activity to* а. the state of California.

For claims sounding in tort, the purposeful direction or availment requirement for specific jurisdiction is analyzed under the "effects" test derived from Calder v. Jones, 465 U.S. 783, 104 S.Ct. 1482, 79 L.Ed.2d 804 (1984). Dole Food Co., Inc. v. Watts, 303 F.3d 1104, 1111 (9th Cir. 2002); see also Menken v. Emm, 503 F.3d 1050, 1059 (9th Cir. 2007) (holding that where the "cause of action arises primarily in tort . . . *Calder's* 'effects' test is the proper framework"); Yahoo! Inc. v. La Ligue Contre Le Racisme Et L'Antise-mitisme, 433 F.3d 1199, 1206 (9th Cir. 2006) ("... in tort cases, we typically inquire whether a defendant purposely directs his activities at the forum state, applying an 'effects test' . . ."). A claim for copyright infringement sounds in tort. Brayton Purcell LLP v. *Recordon & Recordon*, 361 F. Supp. 2d 1135, 1140 (N.D. Cal. 2007). *Calder's* effects test requires that the defendant allegedly have (1) committed an intentional act, (2) expressly aimed at the forum state, (3) causing harm that the defendant knows is likely to be suffered in the forum state. *Menken*, 503 F.3d at 1058. While Imageline has alleged that Hendricks committed an intentional act, the remaining requirements of *Calder's* effects test are lacking.

Hendricks did not commit an intentional act "expressly (1)aimed" at California.

The second prong of the *Calder* test, the requirement of "express aiming," is satisfied where the defendant is alleged to have engaged in wrongful conduct

targeted at a plaintiff whom the defendant knows to be a resident of the forum
state. *Calder*, 465 U.S. at 789. "Subsequent cases from [the Ninth] circuit bear
out the conclusion that 'express aiming' encompasses wrongful conduct *individually targeting a known forum resident.*" *Bancroft & Masters, Inc.*, 223
F.3d at 1087 (emphasis added) (citing numerous cases using the "individual
targeting" standard). Here, Hendricks is alleged to have harmed Imageline, which
not a forum resident. There is no allegation that Hendricks committed any acts
expressly aimed at the State of California. Therefore, this prong of the test fails.

(2) <u>Hendricks did not knowingly cause Imageline to suffer</u> <u>harm in California.</u>

Even if the "express aiming" requirement were satisfied, Imageline has suffered no harm in California. In the copyright context, courts have rejected the notion that the situs of "damage to intellectual property is determinative of where the alleged infringer is subject to personal jurisdiction." Goldberg v. Cameron, 482 F. Supp. 2d 1136, 1146 (N.D. Cal. 2007). Rather, courts find this prong satisfied where the plaintiff resides in the forum state and can argue that the injury is caused in the forum state. See, e.g., Metro-Goldwyn-Mayer Studios Inc. v. *Grokster*, *Ltd.*, 243 F. Supp. 2d 1073, 1090 (C.D. Cal. 2003) ("Plaintiffs have alleged that [defendant] intentionally . . . contributed to the infringement of Plaintiff's works, and that it did so with full knowledge that much of the harm ... would be suffered in California."); Columbia Pictures Television v. Krypton Broadcasting of Birmingham, Inc., 106 F.3d 284, 289 (9th Cir. 1997), overruled on other grounds by Feltner v. Columbia Pictures Television, 523 U.S. 340, 118 S.Ct. 1279 140 L.Ed.2d 438 (1998) (finding jurisdiction appropriate where defendant "infringed copyrights owned by [plaintiff], which, as [defendant] knew, had its principal place of business in the Central District"). In all of these cases, the

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common thread is that the defendant is alleged to have infringed on copyrighted material of a plaintiff who "defendant knew . . . had its principal place of business in the forum." *Columbia Pictures*, 106 F.3d at 289. This critical element is lacking here. Plaintiff – by its own admission – does not have its principal place of business in California. Therefore, it could not have suffered any harm here; nor could Hendricks have foreseen that Imageline would suffer any such harm here.

b. Imageline's claims do not arise out of any forum-related activities of Hendricks.

As discussed above, Hendricks has not engaged in the type of forum-related activities upon which jurisdiction can be conferred. Those type of activities consist of acts towards a forum resident that Hendricks would have known would cause harm in California. Such activities do not exist in this case, given that Imageline is a Virginia corporation.

c. The exercise of jurisdiction over Hendricks is not reasonable.

The third part of the personal jurisdiction analysis examines whether the exercise of the jurisdiction would be reasonable. Courts consider seven factors when making this determination: (1) the extent of the defendant's purposeful interjection into the forum state's affairs; (2) the burden on the defendant of defending in the forum; (3) the extent of conflict with the sovereignty of the defendant's state; (4) the forum state's interest in adjudicating the dispute; (5) the most efficient judicial resolution of the controversy; (6) the importance of the forum to the plaintiffs interest in convenient and effective relief; and (7) the existence of an alternative forum. *CE Distrib., LLC.*, 380 F.3d at 1112. These factors weigh in favor of Hendricks.

The first factor has been discussed in detail above. Hendricks's only
contact with California involved placing materials for sale on the eBay website that

were then purchased by a small number of California residents. Hendricks does
not purposely direct sales towards California; the materials are available to anyone
who uses eBay. Further, Hendricks does not live in California, does not operate a
California business, does not have California-based employees, does not have a
registered agent in the state, and does not advertise in the state. Hendricks, then,
can hardly be said to "purposefully interject" into California's affairs – any of his
contacts with California were fortuitous.

Regarding the second factor, the burden on Hendricks of defending in California is substantial. Hendricks operates a small business as a sole-proprietor. Hendricks has no employees, and runs the entire business himself. Defending in California would require Hendricks to travel out-of-state, an expensive and timeconsuming proposition given that he is the sole person running his business. (Hendricks Decl. § 17.) This factor favors Hendricks.

The third factor is neutral, as there is no apparent conflict between the sovereignty of California and Washington.

Regarding factor four, Imageline (the plaintiff) is not a California corporation, and it does not have its principal place of business in California. Therefore, California has little to no interest in protecting Imageline, a foreign corporation. If anything, California would have an interest in <u>not</u> hearing a dispute which has no local impact between two non-residents. This factor favors Hendricks as well.

The fifth factor concerns the efficiency of the forum. "In evaluating this factor, [courts look] primarily at where the witnesses and the evidence are likely to be located." *Core-Vent Corp. v. Nobel Indus. AB*, 11 F.3d 1482, 1489 (9th Cir. 1993). In this case, California is not the forum able to provide the most efficient resolution to the controversy. Neither Hendricks nor Imageline are California

residents. Hendricks and employees of Imageline are the most likely and
 important witnesses, and the relevant evidence will most likely be found in either
 Washington or Virginia. Hendricks's counsel is based in Washington. While
 Imageline's counsel is in California, this fact is clearly outweighed by the above.
 Thus, this factor tilts in Hendricks's favor.

The convenience and effectiveness of relief for the plaintiff comprise the sixth factor. "[I]n this circuit, the plaintiff's convenience is not of paramount importance." *Dole Food Co.*, 303 F.3d at 1116. While it may be more convenient for Imageline to have this dispute adjudicated in California, due to the fact that its counsel is found here, it is hard to see how resolution of the case in California would be any more effective than in Washington. Given the weight accorded this factor by Ninth Circuit courts, it is largely without import.

The seventh and final factor is the availability of an alternate forum. Imageline bears the burden of proving the unavailability of an alternative forum. *Core-Vent Corp.*, 11 F.3d at 1490. Imageline cannot meet its burden in this regard. It cannot be disputed that, because Hendricks resides in Washington, the State of Washington provides an alternative forum for this dispute. Weighing all of these seven considerations, the balance of factors clearly favors Hendricks.

As demonstrated above, this court can assert neither general nor specific personal jurisdiction over Hendricks. However, even assuming personal jurisdiction is appropriate in the State of California, venue is not proper.

B. Venue is not proper in this judicial district under 28 U.S.C. § 1400(a)

The venue of a suit for infringement of copyright is not determined by the general provision governing suits in the federal district courts. Rather, copyright actions are subject to the venue provision set forth in the Copyright Act. 28 U.S.C. § 1400(a); *Lumiere v. Mae Edna Wilder, Inc.*, 261 U.S. 174, 176, 43 S.Ct. 312, 67

L.Ed. 596 (1923).

28 U.S.C. 1400(a) provides that "[c]ivil actions, suits, or proceedings arising under any Act of Congress relating to copyrights or exclusive rights in mask works or designs may be instituted in the district in which the defendant or his agent resides or may be found." In a copyright action the "test for venue . . . is not whether the works were copied and displayed in the forum." Brackett v. Hilton Hotels Corp., Civ. No. 08-02100 WHA, 2008 U.S. Dist. LEXIS 88143, at *6 (N.D. Cal. June 30, 2008). Rather, the Ninth Circuit has "interpreted the [copyright] statute to mean that venue is proper in any judicial district in which the defendant would be amenable to personal jurisdiction *if the district were a separate state*." Goldberg v. Cameron, 482 F. Supp. 2d at 1143 (emphasis added) (citing Columbia *Pictures*, 106 F.3d at 288). Courts have rejected attempts by a plaintiff to argue venue using a state-wide jurisdictional analysis. Milwaukee Concrete Studios, Ltd. v. Fjeld Manuf. Co., 8 F.3d 441, 446 (7th Cir. 1993) ("It is not sufficient that [defendant] would be subject to personal jurisdiction under the . . . long-arm statute by virtue of contacts with another district in [the] state.") Thus, for purposes of venue, the focus is on whether Hendricks would be subject to personal jurisdiction in the Central District of California. "The court uses basically the same procedure to decide a motion to dismiss for improper venue as it does for deciding a motion to dismiss for lack of personal jurisdiction." Hudye Soil Services, Inc. v. Tyler, 46 F. Supp. 2d 1157, 1161 (D. Kan. 1999); see also Brayton Purcell LLP, 361 F. Supp. 2d at 1138.

As set forth in Section A, above, Hendricks lacks contacts with the State of California of the type and sufficiency with which to warrant the assertion of either general or specific personal jurisdiction over him. For jurisdictional (and in this case venue) purposes, his purposeful contacts with the Central District of California are even less than with the state as a whole. Hendricks has not directed
 any relevant actions to the Central District of California. Hendricks does not have
 any offices or employees there. His contacts with the Central District of California
 are even more attenuated, and the assertion of personal jurisdiction over him
 (assuming the Central District was a separate state) would be even more
 unreasonable. Accordingly, venue is not proper in this judicial district.

C. The Court should exercise its discretion to transfer this lawsuit

To support a motion for transfer, the moving party must establish: (1) that venue is proper in the transferee district; (2) that the transferee district is one where the action might have been brought; and (3) that the transfer will serve the convenience of the parties and witnesses and will promote the interests of justice. *Goodyear Tire & Rubber Co. v. McDonnell Douglas Corp.*, 820 F. Supp. 503, 506 (C.D. Cal. 1992). Because Hendricks resides in the Western District of Washington, there is no dispute that venue is proper there and the action could have been brought there. The relevant focus therefore is on the third factor.

In determining the convenience of the parties and witnesses and the interests of justice, a court may consider a number of factors including: (1) the plaintiff's choice of forum; (2) the convenience of the parties; (3) the convenience of the witnesses; (4) ease of access to the evidence; (5) familiarity of each forum with the applicable law; (6) feasibility of consolidation of other claims; (7) any local interest in the controversy; and (8) the relative court congestion and time of trial in each forum. *Id.* Factors five (familiarity with the issue), six (consolidation with other claims), and eight (relative congestion) do not appear to weigh in either direction. Accordingly, Hendricks focuses on the remaining factors.

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<u>Imageline's choice of forum is entitled to less deference.</u>
 Typically a plaintiff's choice of forum is entitled to deference. However,

less deference is given where the plaintiff has not chosen its home forum -i.e., where the lawsuit involves a non-resident plaintiff. Lueck v. Sundstrand Corp., 2 236 F.3d 1137, 1143 (9th Cir. 2001). Here, Imageline is not a California resident. 3 Indeed, it appears to have no connection whatsoever to this forum other than that 4 its attorneys can be found here. Accordingly, Imageline as plaintiff is not entitled 5 to the same degree of deference as it typically would be. 6

The convenience of the witnesses and the parties favors a transfer. 7 2. The convenience of the witnesses and the parties favors a transfer. 8 Hendricks (the principal witness on the defense side and one of the parties) puts 9 10 forth evidence that it would significantly inconvenience him to travel to this forum to testify and participate in defense of this lawsuit. (Hendricks Decl., ¶ 17.) Given that plaintiff has no countervailing interest in prosecuting this lawsuit in this 12 forum, this factor favors a transfer. Imageline may argue that it is more convenient 13 for it to prosecute this action in this district since its counsel is located here, but 14 15 convenience of counsel is not a consideration in determining whether to transfer an action. See E & J Gallo Winery v. F. & P. S.P.A., 899 F. Supp. 465, 466 (N.D. 16 Cal. 1994). 17

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3. The ease of access to evidence favors a transfer.

The ease of access to evidence favors a transfer. Courts do not weigh this factor heavily, given the modern conveniences that have resulted in the easy transfer of documents across jurisdictions. Nevertheless, in copyright cases, given that "the bulk of evidence usually comes from the accused infringer," this factor typically weighs in favor of a transfer to the district where the alleged infringer is located. See AEC One Stop Group, Inc. v. CD Listening Bar, Inc., 326 F. Supp. 2d 525, 530 (S.D.N.Y. 2004).

4. <u>The absence of local interest in the controversy favors a transfer.</u> The local interest factor also favors a transfer. In this case, the Central District of California has no local interest in the controversy. As set forth above, Imageline is not located in this state. Accordingly, the typical local interest – of ensuring that the laws are enforced to protect local residents – is not present here. If anything, the local interest counsels against hearing a dispute between two non-resident parties which will have little if any effect on local affairs. Accordingly, this factor strongly weight in favor of a transfer.

Finally, courts consider the "disparity of means" between the parties when making a determination of venue. *See Popular Leasing USA, Inc. v. Terra Excavating, Inc.*, No. 4:04-CV-1625 CAS, 2005 U.S. Dist. LEXIS 32267, at *23 (E.D. Mo. Jun. 28, 2005); *AEC One Stop Group, Inc*, 326 F. Supp. 2d at 531; *Wells' Dairy Inc. v. Estate of Richardson*, 89 F. Supp. 2d 1042, 1056 (N.D. Iowa 2000). When both parties are corporations, this factor is given little weight. *AEC One Stop Group, Inc.*, 326 F. Supp. 2d at 531. However, in the instant case, Hendricks is a sole proprietor of a small business with no employees, while Imageline is a corporation – "a global leader specializing in the creation, production, development and marketing" of clip art. (Complaint, ¶ 2.) Further, Imageline is being assisted in this litigation (and numerous other suits instigated by Imageline throughout the country) by the Software & Information Industry Association, the largest association of software and content owners in the United States. (Hendricks Decl., ¶¶ 19, 20.) A clear disparity of means exists between Hendricks and Imageline.

Weighing all relevant factors, the Central District of California is not the proper venue for this action. Hendricks respectfully submits that the action should be transferred to Western District of Washington, which is the proper venue.

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IV. CONCLUSION

As set forth above, Hendricks has not purposefully directed his actions to the State of California. Accordingly, he is not subject to personal jurisdiction in this state. Stray sales of allegedly infringing product via eBay are insufficient to subject him to jurisdiction here. These contacts have not caused any harm to the State of California or its residents. Even assuming Hendricks is subject to jurisdiction, venue is improper in this judicial district. Under the venue rules applicable to copyright claims, venue is proper only in the "district where [a] defendant . . . resides or may be found." Hendricks does not reside in this judicial district and may not "be found" here for purposes of the venue analysis. His connections with this judicial district are even more attenuated than his connections to the State of California. Accordingly, venue is improper. Finally, even assuming personal jurisdiction and venue are proper, this action should be transferred to the Western District of Washington, where the bulk of the relevant witnesses are located. None of the parties are located in this judicial district, and none of the relevant witnesses will be located here. There is no local interest in adjudicating this dispute in this district. Adjudicating the lawsuit in this judicial district would result in a needless expenditure of resources. For the reasons set forth herein, Hendricks respectfully requests that the Court grant his Motion and dismiss or transfer this lawsuit.

Respectfully submitted, and dated: June 22, 2009.

BALASUBRAMANI LAW By: <u>/s/ Venkat Balasubramani</u> Venkat Balasubramani

Attorneys for David Hendricks

CERTIFICATE OF SERVICE

1	CERTIFICATE OF SERVICE
2	The undersigned hereby certifies that on June 22, 2009, I caused the
3	foregoing Motion to Dismiss or Transfer (along with the accompanying
4	Declaration of Dave Hendricks and the Proposed Order) to be filed via the
5	CM/ECF system and served on opposing counsel via electronic notification.
6	I declare under penalty of perjury under the laws of the United States and the
7	State of California that the foregoing is true and correct and that this declaration
8	was executed on June 22, 2009 at Seattle, Washington.
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10	/ <u>s/ Venkat Balasubramani</u> Venkat Balasubramani
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