1	
2	
3	
4	
5	
6	
7	IN THE UNITED STATES DISTRICT COURT
8	FOR THE EASTERN DISTRICT OF CALIFORNIA
9	J&J SPORTS PRODUCTIONS, INC.,
10	Plaintiff, No. CIV S-10-1066 JAM GGH
11	VS.
12	CRAIG JERROLD POLLARD, ORDER AND FINDINGS AND RECOMMENDATIONS
13	Defendant.
14	/
15	Presently before the court is plaintiff's application for entry of default judgment
16	against defendant Craig Jerrold Pollard, d/b/a Bogey's Cocktail Lounge, filed August 25, 2010. <sup>1</sup>
17	Upon review of the motion and the supporting documents, and good cause appearing, the court
18	issues the following order and findings and recommendations.
19	BACKGROUND
20	On April 30, 2010, plaintiff filed the underlying complaint in this action against
21	defendant Pollard, alleging defendant unlawfully intercepted and exhibited a broadcast of a
22	program featuring a lightweight championship fight between Manny Pacquiao and Ricky Hatton
23	("Program") in his establishment for commercial advantage without obtaining a sublicense from
24	
25	<sup>1</sup> The matter was originally scheduled for hearing on September 30, 2010; however, it
26	was vacated after the court determined that a hearing was not necessary. (Order, filed September 28, 2010.)

1 plaintiff for its use, in violation of the Communications Act, 47 U.S.C. § 605, the Cable 2 Communications Policy Act, 47 U.S.C. § 553, and state law. The complaint alleges defendant 3 exhibited the first round of the under-card portion of the Program, which was a bout between 4 Humberto Soto and Benoit Gaudet, on May 2, 2009. The summons and complaint were served 5 on defendant Pollard by personal service on July 5, 2010. Fed. R. Civ. P. 4(e)(2). Pacific 6 Atlantic Trading Co. v. M/V Main Express, 758 F.2d 1325, 1331 (9th Cir. 1985) (default 7 judgment void without personal jurisdiction). Defendant Pollard has failed to file an answer or otherwise appear in this action. The clerk entered default against defendant Pollard on July 30, 8 9 2010.

Request for entry of default and the instant motion for default judgment and
 supporting papers were served by mail on defendant Pollard at his last known address.
 Defendant Pollard did not file an opposition to the motion for entry of default judgment.
 Plaintiff seeks an entry of default judgment in the amount of \$111,600 against defendant Pollard.
 <u>DISCUSSION</u>

Entry of default effects an admission of all well-pleaded allegations of the
complaint by the defaulted party. <u>Geddes v. United Financial Group</u>, 559 F.2d 557 (9th Cir.
1977). The court finds the well pleaded allegations of the complaint state claims for which relief
can be granted. <u>Anderson v. Air West</u>, 542 F.2d 1090, 1093 (9th Cir. 1976).

The complaint requests, in the event of default, an award of damages pursuant to
47 U.S.C. § 605 *et seq.* (The Communications Act) and 47 U.S.C. § 553, *et seq.* (The Cable
Communications Policy Act), as well as compensatory and punitive damages for conversion, and
restitution for violation of Cal. Bus. & Prof. Code § 17200, *et seq.* (Complaint at 3-8.) The
instant motion for default judgment requests damages pursuant to 47 U.S.C. § 605 in the amount
of \$10,000 in statutory damages, up to \$100,000 in enhanced statutory damages for willful acts
\\\\\\

for the purpose of financial gain, and \$1,600 in compensatory damages for conversion.<sup>2</sup> Section
 605 prohibits the unauthorized publication or use of communications such as the Program.
 Section 605(e)(3)(A) also provides for a private civil action for a violation of 605(a). <u>National</u>
 <u>Subscription Television v. S&H TV</u>, 644 F.2d 820, 821 n. 1 (9<sup>th</sup> Cir. 1981).

5 The court deems defaulting defendant, by his failure to appear or defend this 6 action, to have waived any objections to the statutory source of the damages prayed for in the 7 instant motion. The memorandum of points and authorities and affidavits filed in support of the 8 motion for entry of default judgment support the finding that plaintiff is entitled to the relief 9 requested. There are no policy considerations which preclude the entry of default judgment of 10 the type requested. See Eitel v. McCool, 782 F.2d 1470, 1471-1472 (9th Cir. 1986).

One of the factors the court is free to consider in exercising its discretion to grant
or deny default judgment is the sum of money at stake. See J & J Sports Productions, Inc. v.
<u>Betancourt</u>, No. 08cv937 JLS (POR), 2009 WL 3416431, at \*3 (S.D. Cal. Oct. 20, 2009).

14 Under section 605, statutory damages may be awarded between \$1,000 and 15 \$10,000 for violation of the Federal Communications Act and up to \$100,000 when the violation 16 "was committed willfully and for purposes of direct or indirect commercial advantage or 17 financial gain." 47 U.S.C. § 605(e)(3)(C)(i)-(ii). The fact of unauthorized display of such 18 programs has been held to be willful based on the technical skill required to de-scramble signals 19 and connect televisions to the cable distribution systems. Plaintiff has proposed a means of 20 calculating enhanced damages based on the number of people viewing the program and the 21 amount of the cover charge, citing Joe Hand Promotions, Inc. v. Cat's Bar, Inc., 2009 WL 22 700125, \*2 (C.D. Ill. 2009). Here, there is evidence that the Program was shown on three 23 television sets, to an audience of 13 to 16 people in a relatively urban city with a population in 24 excess of 100,000. There was no cover charge, but the showing of the Program was intended to

 <sup>&</sup>lt;sup>2</sup> Because plaintiff has eliminated his request for damages under § 553 and for restitution under state law, these damages will not be addressed.

increase business. (Henderson Aff., dkt. #8-3.)<sup>3</sup> Based on this evidence, an enhanced award of
\$100,000 is not warranted but rather a calculation based on the number of viewers and the lack of
a cover charge as cited by plaintiff, relying on Joe Hand Promotions, Inc. v. Cat's Bar, Inc., 2009
WL 700125, \*2 (C.D. Ill. 2009), appears reasonable. This court therefore will recommend
statutory damages under section 605 in the amount of \$10,000 and enhanced statutory damages
in the amount of \$22,400. Inasmuch as an award of \$32,400 in statutory damages will be
permitted, plaintiff's request for damages for conversion should be denied.

8 Insofar as the application for default judgment seeks attorneys' fees and costs but
9 the memorandum in support does not contain argument in support of this request, and there is no
10 declaration supporting this request, it is denied without prejudice to its renewal at a later time.
11 CONCLUSION

IT IS ORDERED that the Clerk of the Court shall serve these findings and
recommendations on the defaulting defendant at the address indicated on plaintiff's proof of
service of the instant motion.

In view of the foregoing findings, IT IS RECOMMENDED that plaintiff's motion
for entry of default judgment, (dkt. # 8), be GRANTED in part. Judgment should be rendered in
the amount of \$10,000 in statutory damages and \$22,400 in enhanced statutory damages for a
total award of \$32,400.

These findings and recommendations are submitted to the United States District
Judge assigned to the case, pursuant to the provisions of Title 28 U.S.C. § 636(b)(l). Within
fourteen (14) days after being served with these findings and recommendations, any party may
file written objections with the court and serve a copy on all parties. Such a document should be
captioned "Objections to Magistrate Judge's Findings and Recommendations." Any reply to the

 <sup>&</sup>lt;sup>3</sup> This affidavit has attached a California Department of Alcoholic Beverage Control
 License Query System Summary of an establishment doing business as Tandoori Nights, which does not appear to be the same establishment as Bogey's, the establishment at issue in this case.
 The court nevertheless accepts the affidavit itself as accurate. (Dkt. #8-3 at 6.)

1	objections shall be served and filed within fourteen (14) days after service of the objections. The
2	parties are advised that failure to file objections within the specified time may waive the right to
3	appeal the District Court's order. Martinez v. Ylst, 951 F.2d 1153 (9th Cir. 1991).
4	DATED: 02/02/2011
5	/s/ Gregory G. Hollows
6	GREGORY G. HOLLOWS
7	UNITED STATES MAGISTRATE JUDGE
8	GGH:076/J&JSports1066.def.wpd
9	
10	
11	
12	
13 14	
14	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
26	
	5