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Northern District of California

UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA

DAVID A. STEBBINS, Plaintiff,

v.

KARL POLANO, et al.,

Defendants.

Case No. 21-cv-04184-JSW

ORDER GRANTING MOTION TO INTERVENE, DENYING MOTION FOR DEFAULT JUDGMENT, AND **DISMISSING ACTION**

Re: Dkt. No. 127, 138

Now before the Court for consideration is the motion to intervene filed by Alphabet, Inc. and YouTube, LLC. The Court has considered the parties' papers, relevant legal authority, and the record in this case, and it finds this matter suitable for disposition without oral argument. See N.D. Civ. L.R. 7-1(b). For the following reasons, the Court GRANTS the motion to intervene, DENIES the motion for default judgment, and DISMISSES the complaint WITH PREJUDICE.

BACKGROUND

Plaintiff David Stebbins ("Plaintiff") asserts copyright infringement claims against defendants Raul Mateas, Karl Polano, and Frederick Allison (collectively, "Individual Defendants"). All three Individual Defendants have defaulted. Plaintiff also initially sued Alphabet, Amazon, and Discord seeking an injunction that would require those entities (the "Corporate Defendants") to ban the Individual Defendants from their services.

Plaintiff alleges the Individual Defendants posted copies of an accidental livestream video on YouTube, Twitch, and Discord. The livestream video at issue was created on April 10, 2021, when Plaintiff's "livestream software turned on of its own accord" unbeknownst to him. (SAC ¶ 22.) The "the only interesting and memorable" thing that occurred during the nearly twohour "boring and contentless livestream" were "strange noises" that Plaintiff "did not cause." (Id.

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While Plaintiff pursued his claims in this action, he filed a similar case, Stebbins v. Rebolo
4:22-cv-00546-JSW (the "Related Case"), which alleges additional claims of infringement of the
same content. ² Plaintiff seeks injunctive relief against the Corporate Defendants in the Related
Case. That case is stayed pending final resolution of this matter.

¶ 23.) Plaintiff registered the livestream with the United States Copyright Office. RJN Ex. A.¹

On April 7, 2022, Plaintiff filed a motion for default judgment against the Individual Defendants on April 7, 2022. Plaintiff voluntarily dismissed the Corporate Defendants to prevent them from moving to dismiss his claim and in the hope of obtaining default judgment against the Individual Defendants. The Corporate Defendants moved to intervene to oppose Plaintiff's motion for default judgment on the basis that they remain defendants in the related action, which also addresses the copyrightability of the livestream. Plaintiff opposes the motion to intervene.³

ANALYSIS

The Court Grants the Motion to Intervene.

Alphabet and YouTube seek leave to intervene under Federal Rule of Civil Procedure 24(b). Permissive intervention under Rule 24(b) requires "(1) an independent ground for

The Court will address additional facts as necessary in the analysis.

¹ The Court takes judicial notice of the Plaintiff's application to register the Accidental Livestream with the United States Copyright Office because it a matter of public record and is not subject to reasonable dispute. See Lewis v. Activision Blizzard, Inc., No. C 12-1096 CW, 2012 WL 5199505, at *1 n.1 (N.D. Cal. Oct. 22, 2012).

² Plaintiff has been deemed a vexatious litigant in the past and numerous courts in districts across the country have dismissed his lawsuits as frivolous and meritless. See, e.g., Stebbins v. Google, Inc., No. 11-CV-03876-LHK, 2011 U.S. Dist. LEXIS 125701 (N.D. Cal. Oct. 27, 2011) (dismissing sua sponte as "frivolous" and "clearly baseless"); Stebbins v. Stebbins, 575 F. App'x 705, 705 (8th Cir. 2014) (noting it is "undisputed that Stebbins has proceeded in forma pauperis on at least sixteen complaints [as of 2014] that proved meritless, and has filed numerous frivolous motions"); Stebbins v. Bradford, No. 3:12-CV-03131, 2013 U.S. Dist. LEXIS 94179 (W.D. Ark. July 5, 2013) (dismissing complaint as frivolous); Stebbins v. Hixson, No. 3:18-CV-03040, 2018 U.S. Dist. LEXIS 79361 (W.D. Ark. May 8, 2018); Stebbins v. Microsoft, Inc., No. C11-1362 JCC, 2012 WL 12896360, at *1 (W.D. Wash. Jan. 13, 2012), aff'd sub nom. Stebbins v. Microsoft Corp., 520 F. App'x 589 (9th Cir. 2013); Stebbins v. Texas, No. 3:11-CV-2227-N (BK), 2011 U.S. Dist. LEXIS 146248, at *8-9 (N.D. Tex. Oct. 24, 2011).

³ Plaintiff disregarded the Court's order denying his request to file a supplemental brief in response to the motion to intervene (Dkt. No. 150) and submitted a second request to file a supplemental brief. The Court DENIES the request to file a supplemental brief (Dkt. No. 152) and STRIKES the unauthorized filings at docket numbers 153 and 154.

jurisdiction; (2) a timely motion; and (3) a common question of law and fact between the movant's
claim or defense and the main action." Blum v. Merrill Lynch Pierce Fenner & Smith Inc., 712
F.3d 1349, 1353 (9th Cir.2013). Unlike intervention as of right, "even if all three requirements are
satisfied, the district court has discretion to deny permissive intervention." SEC v. Small Bus.
Capital Corp., Civ. No. 5:12–03237 EJD, 2014 WL 3749900, at *2 (N.D. Cal. June 29, 2014).
"[P]ractical and equitable considerations play a large role in a court's decision to grant or deny
permissive intervention." Lennar Mare Island, LLC v. Steadfast Ins. Co., No. 1:12-cv-02182-
KJM-KJN, 2016 WL 5847010, at *5 (E.D. Cal. Oct. 6, 2016) (citing Spangler v. Pasadena City
Bd. of Ed., 552 F.2d 1326, 1329 (9th Cir. 1977)). In exercising its discretion, the court must
consider whether the intervention would prejudice the parties or delay the litigation, or whether
the intervenor would contribute to the development of the facts and the equitable adjudication of
the legal questions, are important considerations. <i>Id.</i> ; see also Fed. R. Civ. P. 24(b)(3). "[T]he
court may also consider other factors in the exercise of discretion, including 'the nature and extent
of the intervenors' interest' and 'whether the intervenors' interests are adequately represented by
other parties." Perry v. Proposition 8 Off. Proponents, 587 F.3d 947, 950 (9th Cir. 2009).

Alphabet and YouTube satisfy the threshold factors for permissive intervention. First, the jurisdictional requirement is inapplicable here because this is a federal-question case and Alphabet and YouTube do not raise any new claims. Freedom from Religion Found., Inc. v. Geithner, 644 F.3d 836, 844 (9th Cir. 2011) ("the independent jurisdictional grounds requirement does not apply to proposed intervenors in federal-question cases when the proposed intervenor is not raising new claims."). Second, the motion to intervene was timely filed just one week after Plaintiff voluntarily dismissed the Corporate Defendants from the action. Third, the issue of the copyrightability of the livestream is common to this case and the Related Case, in which Alphabet and YouTube are defendants.

Because these factors are satisfied, the decision whether to permit permissive intervention is "committed to the broad discretion of the district court." Degamo v. Bank of Am., N.A., 849 F. App'x 620, 623 (9th Cir. 2021) (citation omitted). In exercising its discretion to grant or deny permissive intervention, a court must consider whether the intervention will "unduly delay or

prejudice the adjudication of the rights of the original parties." *Venegas v. Skaggs*, 867 F.2d 527, 530 (9th Cir. 1989), *aff'd sub nom.*, 495 U.S. 82 (1990).

The discretionary considerations favor permissive intervention. Alphabet and YouTube's interests are not represented in this litigation because the Individual Defendants—the only remaining defendants—have defaulted. Additionally, intervention would not cause undue delay as there are no pending deadlines. Nor will intervention prejudice Plaintiff. Plaintiff asserts intervention would be prejudicial because he voluntarily dismissed Alphabet from this action and permitting intervention would effectively circumvent that dismissal. The Court finds Plaintiff's argument unpersuasive. YouTube was never named as defendant in this case, and Plaintiff cites no authority for the proposition that Rule 41(a) dismissal prevents permissive intervention Rule 24(b) under these circumstances.

Moreover, permitting intervention "will promote judicial economy and spare the parties from needing to litigate a similar case..." *See California v. Health & Hum. Servs.*, 330 F.R.D. 248, 255 (N.D. Cal. 2019). The copyrightability of the same livestream is at issue in the Related Case. Considering the same issue twice in different cases not only wastes judicial resources, but it could lead to inconsistent results.

Finally, Plaintiff's behavior in this case favors permissive intervention. Plaintiff has made no secret that he dismissed the Corporate Defendants to prevent them from challenging the validity of the livestream's copyright and that he intends to re-litigate the same issue in the Related Case. Plaintiff's abuse of the litigation process and his attempt to evade a ruling on an essential question at the core of both cases, favor intervention.

For these reasons, the Court GRANTS the motion to intervene. YouTube and Alphabet may enter this case as permissive intervenors (the "Intervenors"). The Court will consider the Intervenors' arguments in opposition to Plaintiff's motion for default judgment.

B. The Court Denies the Motion for Default Judgment.

Plaintiff has filed a motion for default judgment as to the Individual Defendants. The Intervenors oppose Plaintiff's motion for default judgment.

Federal Rule of Civil Procedure 55(b)(2) permits a court to enter a final judgment in a case

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following a defendant's default. Shanghai Automation Instrument Co. v. Kuei, 194 F. Supp. 2d 995, 999 (N.D. Cal. 2001). Whether to enter judgment lies within the court's discretion. Id. at 999 (citing *Draper v. Coombs*, 792 F.2d 915, 924-25 (9th Cir. 1986)). In *Eitel v. McCool*, the Court identified seven factors that district courts may consider in exercising their discretion to award a default judgment:

> (1) the possibility of prejudice to the plaintiff, (2) the merits of plaintiff's substantive claim, (3) the sufficiency of the complaint, (4) the sum of money at stake in the action [,] (5) the possibility of a dispute concerning material facts [,] (6) whether default was due to excusable neglect, and (7) the strong policy underlying the Federal Rules of Civil Procedure favoring decision on the merits.

782 F.2d 1470, 1471-72 (9th Cir. 1986) (citation omitted). Here, the sufficiency of the complaint and the merits of Plaintiff's substantive claim preclude default judgment.

To state a claim for copyright infringement, Plaintiff must establish he owns a valid copyright in the work at issue. To be copyrightable, the work must be original to the author, which means that it must "possess[] at least some minimal degree of creativity." Feist Publ'ns, Inc. v. Rural Tel. Serv. Co., 499 U.S. 340, 345 (1991) (citation omitted). The work also must be the product of human authorship. 17 U.S.C. § 101; see also U.S. Copyright Office, Compendium of U.S. Copyright Office Practices § 313.2 (3d ed. 2021) ("works produced by a machine or mere mechanical process that operates randomly or automatically without any creative input or intervention from a human author" are not copyrightable.) Plaintiff cannot establish either element here.

First, the livestream lacks even the minimal degree of creativity required to be copyrightable. Plaintiff alleges that the livestream is "contentless and boring." (SAC ¶ 23.) His recording software ran for two hours capturing Plaintiff's "mundane, daily activities" before Plaintiff noticed and turned it off. (Id.) Plaintiff admits that the only notable part of the livestream were "strange noises" that he "did not cause." (Id. \P 23.) Thus, the allegations establish the creation of the livestream occurred unbeknownst to Plaintiff and without his creative input or direction and thus, is not copyrightable.

Plaintiff's arguments in opposition are unconvincing. First, he asserts that the video

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contains acts of creative individual expression, specifically his facial expressions, which he claims
suffice to meet the minimum standard for creativity needed for copyright protection. (Opp. $\P\P$ 70-
73.) Not so. Because Plaintiff did not know he was being recorded, his facial expressions were
not creative choices. He also argues that accidental works can be copyrightable. But this situation
is not like that in Plaintiff's cited case, where the court found that an unintentional variation in the
artist's intended work caused by "bad eyesight or defective musculature, or a shock caused by a
clap of thunder" might still constitute creative expression. Alfred Bell & Co. v. Catalda Fine Arts,
Inc., 191 F.2d 99, 104-105 (2d Cir. 1951). Here, Plaintiff was not engaged in the process of
creating an intended work because he the recording occurred without his knowledge.
Accordingly, the livestream does not possess the creativity necessary for it to be convrightable.

Second, the livestream is not the product of human authorship. Plaintiff himself concedes that his copyright is invalid if the streaming software turned on of its own accord, and that is precisely what he alleges in the complaint. (See SAC ¶ 22; see also Dkt. No. 127-20 ¶ 42.) In opposition, Plaintiff contends that his allegations should not be taken literally and that it is "likely that the streaming software turned on as a result of an errant keystroke, rather than purely autonomous means." (Opp. ¶ 20.) Plaintiff's efforts to recast his allegations are unpersuasive. Plaintiff admits he does not know how the streaming software turned which means he cannot plausibly allege that the livestream was the product of human authorship. Regardless, even if the Court accepts Plaintiff's strained "figurative" reading of his allegations, the lack of creativity in the livestream, as discussed above, still dooms his copyright claim.

Finally, Plaintiff asserts that his copyright is presumed valid because he registered it with the United States Copyright Office, which establishes "prima facie evidence of the validity of the copyright." 17 U.S.C. § 410(c). However, "[t]he presumption of the validity of a registered copyright may be overcome by the offer [of] some evidence or proof to dispute or deny the plaintiff's prima facie case of infringement." Lamps Plus, Inc. v. Seattle Lighting Fixture Co., 345 F.3d 1140, 1145 (9th Cir. 2003) (citation omitted); see also Texkhan, Inc. v. Dress Barn, Inc., No. CV 16-4528-MWF(GJSX), 2018 WL 5099729, at *5 (C.D. Cal. Feb. 6, 2018) ("A defendant may rebut the presumption of validity by showing evidence that the certificate of registration contains

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inaccurate information that: (1) was included with knowledge that it was inaccurate; and (2) would
have caused the Register of Copyrights to refuse registration.") (citations omitted). Here,
Plaintiff's registration application contained inaccurate and incomplete information: it claimed the
livestream was a "Dramatic Work" and did not disclose the circumstances by which the recording
occurred. (RJN, Ex. A.) Thus, the allegations in the complaint and evidence in the record
overcome the presumption of the validity of the registered copyright.

Plaintiff relies heavily on the earlier screening order in which the Court permitted Plaintiff's copyright claim to proceed. However, as the Intervenors note, at the time the Court screened the complaint, it was not aware that Plaintiff's registration was based on an inaccurate application. Additionally, because Plaintiff is proceeding in forma pauperis, the Court retains the power to dismiss the case at any time if it determines that the action is frivolous, malicious, or fails to state a claim on which relief may be granted. See 28 U.S.C. § 1915(e)(2). Thus, the Court's earlier screening order does not preclude it from determining at this stage that the complaint fails to state a claim on which relief may be granted.

For these reasons, Plaintiff's complaint fails to adequately plead a copyright claim. Default judgment is improper, and Plaintiff's claims are dismissed. Alan Neuman Prods., Inc. v. Albright, 862 F.2d 1388, 1393 (9th Cir. 1988) (reversing entry of default judgment where complaint failed to meet pleading standards).

Plaintiff requests leave to amend to correct the deficiencies in his copyright claim. A plaintiff should be permitted leave to amend unless amendment would be futile. Cook, Perkiss & Liehe, Inc. v. N. Cal. Collection Serv. Inc., 911 F.2d 242, 246-47 (9th Cir. 1990). "To determine whether amendment would be futile, courts examine whether the complaint can be amended to cure the defect requiring dismissal 'without contradicting any of the allegations of [the] original complaint." Kifle v. YouTube LLC, No. 21-CV-01752-CRB, 2022 WL 1501014, at *2 (N.D. Cal. May 12, 2022) (quoting *Reddy v. Litton Indus., Inc.*, 912 F.2d 291, 296 (9th Cir. 1990)). The Court finds amendment would be futile. Plaintiff's allegations and admissions regarding the circumstances surrounding the creation of the livestream are fatal to his copyright claim. There are no facts Plaintiff could allege to save his deficient claim that would not impermissibly

contradict his original pleadings. For this reason, amendment is futile.

Plaintiff clearly feels aggrieved by comments made about him online by the Individual Defendants and others, but that does not mean Plaintiff has a viable copyright claim. He does not, and his pursuit of his claim has caused the Court to expend significant resources addressing his meritless claims. Plaintiff is warned that if he persists in filing frivolous or meritless lawsuits, the Court may impose sanctions, bar from him from filing further actions without prior approval, and/or deem him a vexatious litigant.

CONCLUSION

For the foregoing reasons, the Court GRANTS the motion to intervene (Dkt. No. 138), DENIES the motion for default judgment (Dkt. No. 127), and DISMISSES the case WITH PREJUDICE.

The Clerk shall terminate any pending motions as moot and close the file.

IT IS SO ORDERED.

Dated: July 11, 2022

JEFFREY/S. WHITE United States District Judge

Luy S White