

United States District Court For the Northern District of California

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5 granted plaintiff's 6 infringed RE/MAX 7 On Novembre 8 litigating this case. 9 Prior to filing the re-10 the request for fees 11 ¶ 19 (Docket No. 3 have not opposed to 13

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explained to defendant that he was in default, that the Court would be granting plaintiff's motion for a default judgment and injunctive relief, and that plaintiff intended to file a motion for fees. Docket No. 35-1 at 12-13 (transcript of November 8, 2013 hearing). In an order filed November 8, 2013, the Court granted plaintiff's motion for default judgment and made a "finding that Defendants have willfully infringed RE/MAX valuable trademark rights." Docket No. 30 at 1. On November 22, 2103, plaintiff filed a motion for attorneys' fees seeking \$19,286 for work

the motion, although defendant Le appeared at the November 8, 2013 hearing. At that time, the Court

On November 22, 2103, plaintiff filed a motion for attorneys' fees seeking \$19,286 for work litigating this case. Plaintiff's fee application does not seek fees incurred in preparing the fee motion. Prior to filing the motion, plaintiff's counsel attempted to meet and confer with defendants regarding the request for fees, but received no response to multiple voice messages and e-mails. Anderson Decl. ¶ 19 (Docket No. 35-2). Defendants Le and AMAX were served with the fee motion,¹ and defendants have not opposed the motion, nor have they filed a motion to set aside the default.

DISCUSSION

A prevailing party may seek an award of reasonable attorneys' fees in "exceptional cases" of trademark infringement. 15 U.S.C. § 1117(a). "While the term 'exceptional' is not defined in the statute, attorneys' fees are available in infringement cases where the acts of infringement can be characterized as malicious, fraudulent, deliberate, or willful." *Rio Props. v. Rio Int'l Interlink*, 284 F.3d 1007, 1023 (9th Cir. 2002). In such cases, the Court has discretion to award reasonable attorneys' fees to the prevailing party. *Id*.

Here, RE/MAX has alleged, and the Court has found, that defendants' actions were willful. *See TeleVideo Sys., Inc. v. Heidenthal*, 826 F.2d 915, 917-18 (9th Cir. 1987) (holding that upon entry of default judgment, the factual allegations of the complaint are deemed true). Indeed, at the November 8, 2013 hearing, defendant Le stated that "RE/MAX and [defendants' infringing mark of] AMAX is similar and confusing," but he stated that when counsel for RE/MAX asked him to change the AMAX Realty name, he refused because he did not want to be responsible for the \$10,000 in attorneys' fees

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²⁸ ¹ Defendant Le is also registered on the Court's ECF system to receive notices of electronic filings.

1	incurred as of that time. See Docket No. 35-1 at 5:17-18, 9:10-14. The Court finds that defendants'
2	actions forced RE/MAX to incur even greater attorneys' fees in pursuing and obtaining default
3	judgment, and that defendants should be responsible for those fees. See Rio Props., 284 F.3d at 1023
4	(holding default judgment that included finding of willful infringement justified award of attorneys' fees
5	for trademark infringement).
6	In Intel Corp. v. Terabyte Int'l, Inc., 6 F.3d 614 (9th Cir.1993), the Ninth Circuit set forth the
7	steps a district court should follow in determining the amount of a fee award under the Lanham Act:
8	When it sets a fee, the district court must first determine the presumptive lodestar figure by multiplying the number of hours reasonably expended on the litigation by
9	the reasonable hourly rate. Next, in appropriate cases, the district court may adjust the "presumptively reasonable" lodestar figure based upon the factors listed in <i>Kerr</i>
10	<i>v. Screen Extras Guild, Inc.</i> , 526 F.2d 67, 69-70 (9th Cir. 1975), that have not been subsumed in the lodestar calculation.
11	Id. at 622 (internal citation omitted). The factors set forth in Kerr v. Screen Extras Guild, Inc., 526 F.2d
12	67, 69-70 (9th Cir. 1975), are "intended to provide district courts with guidance in making the
13	determination of the number of hours reasonably expended on litigation and reasonable hourly rate."
14	Chalmers v. City of Los Angeles, 796 F.2d 1205, 1210 (9th Cir. 1986). The Kerr factors are as follows:
15	(1) the time and labor required; (2) the novelty and difficulty of the questions involved;
16	(3) the skills requisite to perform the legal service; (4) the preclusion of other employment; (5) the customary fee; (6) whether the fee is fixed or contingent; (7) time
17	limitations imposed by the client or the circumstance; (8) the amount involved and the results obtained; (9) the experience, reputation and ability of the attorneys; (10) the
18	"undesirability" of the case; (11) the nature and length of the professional relationship with the client; and (12) awards in similar cases.
19 20	526 F.2d at 69-70.
20	In support of its fee motion, plaintiff has submitted a copy of counsel's detailed billing records,
21 22	a declaration of lead counsel describing the work that was performed in this case as well as the
22	qualifications of plaintiff's counsel, and documentation in support of the hourly rates sought (ranging
23 24	from \$210/hour to \$415/hour). The Court has reviewed these materials and finds that the time spent
25	preparing the complaint and associated initial filing documents, serving defendants (who evaded
26	service), attempting to settle this case, and preparing the motion for default judgment and attending the
20 27	hearing were reasonable and necessary to litigating this case. The Court further finds that there is no
28	need to adjust the lodestar based on the Kerr factors. The Court notes that counsel have exercised
_0	billing judgment and excluded certain time, and it appears that this was in an effort to account for any
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duplication of work between local counsel and Colorado counsel. The Court also finds that the hourly rates are reasonable and in line with rates charged by firms in California and Colorado. Accordingly, the Court GRANTS plaintiff's motion for attorneys' fees and ORDERS defendants to pay plaintiff \$19,286.00 in fees. IT IS SO ORDERED. Dated: January 13, 2014 Lan Mator **SUSAN ILLSTON** UNITED STATES DISTRICT JUDGE