# UNITED STATES DISTRICT COURT MIDDLE DISTRICT OF LOUISIANA

J&J SPORTS PRODUCTIONS, INC.

CIVIL ACTION

NO.: 17-00276-BAJ-EWD

VERSES

THE BOIL & ROUX KITCHEN, LLC D/B/A BOIL & ROUX AND MAURICE WALKER

RULING AND ORDER

Before the Court is the Motion for Default Judgment (Doc. 10) filed by Plaintiff, J & J Sports Productions, Inc. Defendants, The Boil & Roux Kitchen, LLC and Maurice Walker did not file an opposition to the motion. Jurisdiction is proper pursuant to 28 U.S.C. § 1331. For the reasons that follow, Plaintiff's motion is GRANTED.

I. BACKGROUND

Plaintiff owns and owned the exclusive rights to the closed circuit television event, "The Fight of the Century" Floyd Mayweather, Jr. v. Manny Pacquiao Championship Fight Program (the "Program"). (Doc. 10-1 at p. 1). Defendants are an LLC, which operates a restaurant and bar, and its member that allegedly broadcast the Program on May 2, 2015, without first purchasing a \$3,000 business license from Plaintiff. (Id. at pp. 2-3). According to Plaintiff's investigator, Defendants advertised on Facebook that they would show the Program, charge a \$20 cover, and broadcast the Program on six television. (Doc. 10-6 at p. 1). Approximately 100 people were in the venue at the time of the fight. (Id.).

As a result, Plaintiff filed suit seeking statutory damages and attorneys' fees pursuant to 47 U.S.C. §§ 605, which provides a private right of action for the interception and publishing of radio communications; § 553(c), which prohibits the interception or reception of communications offered over a cable system; and 18 U.S.C. §§ 2511, 2520, which prohibit and provide a private right of action for the interception or reception of a wire, oral, or electronic communications. (Doc. 1 p. 8, 11). Plaintiffs properly served summons on Defendants on May 23, 2017. (Docs. 5, 6). Defendants did not respond, and accordingly, the Clerk of Court entered a default in this action. (Doc. 8).

## II. LEGAL STANDARD

The service of a summons triggers a duty to respond to a complaint and a failure to respond may result in the entry of default or default judgment under Federal Rule of Civil Procedure 55. Rogers v. Hartford Life & Accident Ins. Co., 167 F.3d 933, 937–39 (5th Cir. 1999). When a party establishes by affidavit or some other method that there has been a default, the Clerk of Court will enter the default. N.Y. Life Ins. Co. v. Brown, 84 F.3d 137, 141 (5th Cir. 1996). Once there has been an entry of default, the plaintiff may apply to the Court for a default judgment. Id.

Default judgments are usually disfavored under the Federal Rules of Civil Procedure. Sun Bank of Ocala v. Pelican Homestead & Sav. Ass'n, 874 F.2d 274, 276 (5th Cir. 1989). A default judgment is considered to be a drastic remedy that should only be available "when the adversary process has been halted because of an essentially unresponsive party." Id. (quoting H.F. Livermore Corp. v.

Aktiengesellschaft Gebruder Loepfe, 432 F.2d 689, 691 (D.C. Cir. 1970)). Therefore, a party is not entitled to a default judgment, even where the defendant is technically in default. Ganther v. Ingle, 75 F.3d 207, 212 (5th Cir. 1996).

In determining whether a default judgment should be entered, the Fifth Circuit has developed a two-part test. Taylor v. City of Baton Rouge, 39 F. Supp. 3d 807, 813 (M.D. La. 2014). First, the Court must determine whether the entry of default judgment is appropriate under the circumstances. Lindsey v. Prive Corp., 161 F.3d 886, 893 (5th Cir. 1998). Factors relevant to this determination include: (1) whether there are material issues of fact at issue; (2) whether there has been substantial prejudice; (3) whether the grounds for default have been clearly established; (4) whether the default was caused by excusable neglect or good faith mistake; (5) the harshness of default judgment; and (6) whether the court would think itself obliged to set aside the default on a motion by Defendant. Id. Second, the Court must assess the merits of Plaintiff's claims and find a viable claim for relief. Nishimatsu Constr. Co. v. Hous. Nat'l Bank, 515 F. 2d 1200, 1206 (5th Cir. 1975).

## III. DISCUSSION

# A. Appropriateness of Default Judgment

The Court finds that default judgment is appropriate under the circumstances of this case and that Plaintiff has stated a viable claim for relief. Default Judgment is appropriate because Defendants failed to file a proper and timely answer and have failed to produce evidence to show that the failure to file an answer resulted from "good faith mistake or excusable neglect." See Lindsey, 161 F. 3d at 893. Additionally,

Defendants' failure to file an opposition to the motion or otherwise defend the instant suit for more than eight months mitigates the harshness of a default judgment. Lastly, the Court is not aware of any facts that would constitute "good cause" to set aside default judgment if Defendants filed a motion requesting such.

# B. Viable Claim for Relief

The Court finds that Plaintiff's uncontested statement of material facts (Doc. 10-1) and attached supporting documents (Docs. 10-3 through 10-18) establish a viable claim for relief. Specifically, the Court finds that despite failing to acquire a business license for the Program, Defendants not only showed the fight, but also advertised that they would broadcast the Program and charge a cover on the day of the Program. (Doc 10-6 at p. 1; Doc. 10-14 at pp. 1-2)

The Fifth Circuit has noted that 47 U.S.C. § 553 and § 605 make different types of conduct unlawful. J & J Sports Prods., Inc. v. Mandell Family Ventures, L.L.C., 751 F.3d 346, 351 (5th Cir.2014). In Mandell, the Fifth Circuit held that while both § 553 and § 605 prohibit the interception of communications, "[a] logical reading of the two provisions reveals a clear demarcation whereby § 605 deals with communications traveling through the air (via radio), [and] § 553 covers communications traveling over cable wire." Id. at 352–53 (internal quotations omitted). Where, because of the defendant's failure to respond, a plaintiff has been unable to determine the method through which the defendant accessed the unauthorized communication, district courts have awarded default judgments in favor of the plaintiff. See e.g., J & J Sports Prods., Inc. v. Tiger Paw Daiquiris & Grill,

LLC, No. 14-268, 2015 WL 1800619, at \*4 (M.D. La. Apr. 16, 2015) (Jackson, J.) (awarding damages under § 553 where, because of Plaintiff's failure to respond, it could not be established how the plaintiff received the broadcast); J & J Sports Prods., Inc v. Wine Bistro LLC, No: 13–6369, slip op. at 8–9 (E.D.La. July 30, 2014) (same). Although the manner in which Plaintiffs intercepted the cable signal for the Program is not clear, the Court will nonetheless award damages under § 553. 1

# C. Remedies

Plaintiffs seek a total of \$25,000 in damages, based on the alleged violation of § 553. (Doc. 10-5). Based on the facts of this case and other, similar cases, see e.g., J&J Sports Prods., Inc. v. Onyx Ultimate Bar & Grill LLC, No. 17-00589, 2018 WL 344964, at \*4 (M.D. La. Jan. 9, 2018) (Jackson, J.), the Court finds this amount reasonable.

#### 1. Statutory Damages

The Court finds that an amount twice the licensing fee, or \$6,000, is reasonable for statutory damages under § 553. See Onyx, 2018 WL 344964, at \*4; Tiger Paw 2015 WL 1800619, at \*4.

## 2. Enhanced Statutory Damages

Further, if the court finds that "that the violation [of § 553] was committed willfully and for purposes of commercial advantage or private financial gain" the Court may increase the damage award by up to \$50,000. § 553(c)(3)(B). Defendants'

<sup>&</sup>lt;sup>1</sup> Although Plaintiffs aver that they bring claims under 18 U.S.C. §§ 2511 and 2520, it is a much closer question whether Plaintiffs have shown a violation of those statutes. However, because Defendants' violation of 18 U.S.C. § 553 standing alone justifies an award that compensates Plaintiffs for the full amount they are seeking to recover (see Doc. 10-5), the Court need not address this issue.

advertisement of the Program and their cover charge on the day of the program establish that the violation was willful. See, e.g., Onyx, 2018 WL 344964, at \*4. Considering the conduct in this case and the conduct in similar cases, enhanced damages of \$19,000 are more than reasonable. Onyx, 2018 WL 344964, at \*4 (awarding a \$24,000 enhancement for a willful violation for a restaurant and bar that charged a cover and had approximately 90 patrons); J&J Sports Prods., Inc. v. KCK Holdings, LLC, No. CIV.A. 14-00269, 2015 WL 4656714, at \*1 (M.D. La. Aug. 5, 2015) (Jackson, J.) (awarding three times the statutory damages for a willful violation where the defendant did not charge an admission fee and had only 25 patrons).

# 3. Costs and Attorneys' Fees

The Court, in its discretion, may award the prevailing party reasonable attorney's fees and costs under § 553(c)(2)(C). Based on the affidavit of Plaintiff's attorney, Ronnie J. Berthelot, and his attached billing records (see Docs. 10-16, 10-17), the Court finds an hourly rate of \$250 is appropriate. After calculating the lodestar and considering the applicable factors, see Migis v. Pearle Vision, Inc., 135 F.3d 1041, 1047 (5th Cir. 1998), the Court finds that attorneys' fees in the amount of \$2,500 are reasonable under the circumstances. Further, the Court taxes all costs to Defendants.

## IV. CONCLUSION

Accordingly,

IT IS ORDERED that Plaintiffs' Motion for Default Judgment (Doc. 210) is GRANTED.

IT IS FURTHER ORDERED that Plaintiffs are awarded statutory damages in the amount of \$6,000 and enhanced statutory damages of \$19,000, for a total of \$25,000.

IT IS FURTHER ORDERED that Plaintiffs' costs, including reasonable attorneys' fees in the amount \$2,500 are taxed to Defendants.

Baton Rouge, Louisiana, this 262

day of February, 2018.

BRIAN A. JACKSON, CHIEF JUDGE UNITED STATES DISTRICT COURT MIDDLE DISTRICT OF LOUISIANA