1 2 3 4 5 UNITED STATES DISTRICT COURT 7 WESTERN DISTRICT OF WASHINGTON AT SEATTLE 8 SEATTLE HOME SHOW INC., a Washington Civil Action No. corporation 10 Plaintiff, **COMPLAINT** 11 v. 12 HSD, LLC, a foreign limited liability company d/b/a HOMESHOW DAILY, and 13 HOMESHOW DAILY SEA LLC, a Washington 14 limited liability company 15 Defendants. 16 I. NATURE OF ACTION 17 18 This is an action for injunctive relief, damages and other relief based on 1. 19 defendants HSD, LLC d/b/a Homeshow Daily and Homeshow Daily Sea LLC's infringement 20 and dilution of plaintiff Seattle Home Show Inc.'s trademarks, unfair competition, and injury to 21 business reputation in connection with the Defendants' print, website, and radio advertising in 22 violation of federal law and the law of the State of Washington. 23 II. **PARTIES** 24 25 Plaintiff Seattle Home Show, Inc. ("Seattle Home Show") is a Washington 2. 26 corporation whose principal office is located in King County, WA. PETERSON RUSSELL KELLY PLLC 1850 Skyline Tower - 10900 N. E. Fourth Street COMPLAINT - 1 Bellevue, Washington 98004-8341

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3. Defendant HSD, LLC d/b/a Homeshow Daily is a foreign limited liability company headquartered in Boise, Idaho. HSD, LLC, through its subsidiaries and affiliates, maintains showrooms in the State of Washington and the State of Utah.

4. Defendant Homeshow Daily Sea LLC is a Washington limited liability company with its registered agent in Kirkland, Washington, and its principal place of business in Seattle, Washington.

### III. JURISDICTION AND VENUE

- 5. This Court has subject matter jurisdiction because it is an action for federal trademark infringement, and unfair competition under 15 U.S.C. §§1114, 1115 and 1125(a), and injury to a business reputation. This is also a complaint for Trademark Dilution under 15 U.S.C. §1125(c). The Court's jurisdiction over this matter is further proper pursuant to 28 U.S.C. §§1331, and 1338 and 15 U.S.C. §1121. This Court has supplemental jurisdiction over the state law claims herein pursuant to 28 U.S.C. §1367(a) because they involve use of the same marks and are so related to the federal claims that they form part of the same case or controversy and are derived from a common nucleus of operative facts.
- 6. Venue is proper as HSD, LLC and Homeshow Daily Sea LLC have sufficient, ongoing and systematic contacts with the State of Washington.

#### IV. FACTUAL BACKGROUND

- 7. For over 60 years, Seattle Home Show has been engaged in the business of operating a trade show in the field of home building, remodeling and furnishing.
- 8. Seattle Home Show markets and promotes its trade show under the trademarks SEATTLE HOME SHOW, and SEATTLE HOME SHOW and design (hereinafter, the "SHS")

Trademarks"). The SHS Trademarks are federally registered as US Trademark Registration No. 3,372,383, for the mark SEATTLE HOME SHOW (Standard Characters), in International Class 35, for "arranging and conducting trade shows in the field of home building, remodeling, and furnishing," and US Trademark Registration No. 3,062,404, for the mark SEATTLE HOME SHOW (Stylized with Design), in International Class 35 for "organizing, promoting and conducting expositions and trade shows in the field of home building, remodeling and furnishing."

- 9. Seattle Home Show is the sole owner of the SHS Trademarks. True and correct copies of the federal registration certificates for the SHS Trademarks are attached as Exhibits 1 & 2 to the Declaration of Mike Kalian filed in support of Plaintiff's Memorandum in Support of Motion for a Temporary Restraining Order (hereinafter, the "Mike Kalian Decl."). True and correct copies of printouts obtained from the United States Patent and Trademark Office's ("USPTO") Trademark Electronic Search System showing data for the registered SHS Trademarks are attached as Exhibits 3 & 4 to the Mike Kalian Decl. The SHS Trademarks are entitled to treatment under 15 U.S.C. § 1115.
- 10. SHS promotes its trade show under the SHS Trademarks to potential exhibitors, which are suppliers of goods and services for residential homes and buildings (hereinafter also referred to as "suppliers"), and to consumers of such goods and services. Exhibitors operate exhibits at SHS's trade shows to promote the exhibitors' goods and services and SHS charges fees to the exhibitors. SHS also charges consumers to attend the trade shows.
- 11. SHS conducts its widely attended trade shows once each year, with each show lasting for several days or more, but spends significant resources promoting its upcoming trade

shows throughout the year in order to ensure a substantial number of exhibitors and in order help maintain significant consumer traffic in the large show spaces in which the trade shows take place. For example, each year, in at least the past seven (7) years, SHS has leased extensive show space in the Qwest Field Event Center, located at 800 Occidental Ave S, #100. Seattle, WA 98134, in which to operate its annual trade show. The show space is approximately three hundred thousand (300,000) square feet and capable of supporting almost five hundred (500) separate exhibits. In each of these past seven (7) years, and even before that time, thousands of consumers have attended SHS's trade show each day it is held.

- 12. On information and belief, SHS's annual trade show is the nation's longest running and largest consumer trade show in the field of home products and services. SHS operated its first trade show in 1939 and has operated trade shows annually in the field of home products and services ever since that time, and has been operating and promoting its trade shows in connection with the trademark SEATTLE HOME SHOW (word) since at least as early as the year 1976.
- 13. Throughout its existence, Seattle Home Show has invested time, money, and work in an effort to attach goodwill to its trademarks. To accomplish this, Seattle Home Show spent substantial sums developing, promoting, and advertising the trademarks found in its printed, online, and other media advertising to enable consumers to recognize Seattle Home Show's business and to avail themselves of Seattle Home Show's services and products.
- 14. The SHS Trademarks have achieved a high level of favorable consumer recognition in the State of Washington and are associated with Seattle Home Show's services and products. Seattle Home Show has continuously used the SHS Trademarks in various forms

and advertised and sold products and services bearing these marks throughout the State of Washington.

- 15. On or about August 24, 2009, Seattle Home Show became aware, through a newspaper advertisement in the Seattle Times newspaper, that the defendants, HSD, LLC d/b/a Homeshow Daily and Homeshow Daily Sea, LLC, were promoting an exhibit show room displaying exhibits representing various suppliers of home products and services under the trademarks, SEATTLE HOMESHOW DAILY and HOMESHOW SEATTLE DAILY (stylized with the design of a line drawing house).
- 16. On September 11, 2009, a principal of Seattle Home Show attended the Puyallup Fair with her family and personally observed a large advertising sign purporting to advertise "HOMESHOW SEATTLE DAILY".
- 17. On September 16, 2009, a friend of one of Seattle Home Show's principals heard a radio advertisement on radio station KOMO AM-1000, which advertisement included the statement, "If you are planning to remodel, don't wait for the Home Show, come to the Seattle Home Show Daily."
- 18. On September 22, 2009, Seattle Home Show received a telephone call from a SHS sponsor, Puget Sound Energy, inquiring as to why Seattle Home Show had not informed Puget Sound Energy of Seattle Home Show's business activity through SEATTLE HOMESHOW DAILY, when in fact, Seattle Home Show does not conduct business under the name, or in connection with the mark, SEATTLE HOMESHOW DAILY.

- 19. Since becoming aware of Defendants' infringing activities, for approximately one month, Seattle Home Show has repeatedly communicated with Defendants to demand that they cease and desist their activities.
- Defendants, and each of them, have knowingly failed to cease and desist the promotion of Defendants' business under the mark "SEATTLE HOMESHOW DAILY", "SEATTLE HOME SHOW DAILY", and "HOMESHOW SEATTLE DAILY" (stylized with the design of a line drawing house).

### V. FIRST CLAIM FOR RELIEF FEDERAL TRADEMARK INFRINGEMENT

- 21. Seattle Home Show incorporates by reference the statements and allegations in paragraphs 1 through 20.
- 22. HSD, LLC and Homeshow Daily Sea LLC's acts constitute multiple infringements of Seattle Home Show's trademarks in violation of 15 U.S.C. §§1114 and §1115. Defendants' publication and broadcasting of print advertising, signage, websites and radio advertising bearing Seattle Home Show's trademark marks have caused, and will continue to cause Seattle Home Show to suffer substantial injuries, loss of profits, and damage to its proprietary and exclusive rights to use and market products under the trademarks set forth in Exhibit A.
- 23. HSD, LLC and Homeshow Daily Sea LLC's acts of infringement with respect to these marks appear willful and reasonably calculated to constitute a pattern of infringement. Defendants have made profits by using these various trademarks.
- 24. By reason of Defendants' conduct, Defendants have caused, and unless enjoined by the Court, will continue to cause immediate and irreparable harm to Seattle Home Show to

which there is no adequate remedy at law, and for which Seattle Home Show is entitled to injunctive relief.

# VI. SECOND CLAIM FOR RELIEF FEDERAL UNFAIR COMPETITION – FALSE DESIGNATION OF ORIGIN

- 25. Seattle Home Show incorporates by reference the statements and allegations in paragraphs 1 through 24.
- 26. HSD, LLC and Homeshow Daily Sea LLC's wrongful conduct constitutes unfair competition in violation of 15 U.S.C. 1125(a).
- 27. HSD, LLC and Homeshow Daily Sea LLC used marks owned by Seattle Home Show to create a false designation of origin of the home building, home remodeling and home furnishing showroom products and services sold to consumers by the Defendants.
- 28. Seattle Home Show had no control over the nature and quality of the products distributed by HSD, LLC and Homeshow Daily Sea LLC. Moreover, Seattle Home Show had no control over the types of exhibitors who purchased the showroom products and opportunities bearing Seattle Home Show's trademarks. Any product or service failures or quality issues raised by consumers would reflect adversely on Seattle Home Show as consumers would believe Seattle Home Show is the source of the origin of the products and services. As a result of their own actions, the Defendants have hampered Seattle Home Show continued efforts to protect Seattle Home Show's outstanding reputation for high quality.
- 29. Upon information and belief, HSD, LLC and Homeshow Daily Sea LLC's intention was to profit from Seattle Home Show's product and brand reputation.
- 30. HSD, LLC and Homeshow Daily Sea LLC's acts appear willful and reasonably calculated and constitute a pattern of infringement as the Defendants have infringed in multiple

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methods of advertising and promotion, repeatedly and after repeated notices of infringement from Seattle Home Show.

31. By reason of the Defendants' conduct, the Defendants have caused, and unless enjoined by the Court, will continue to cause immediate and irreparable harm to Seattle Home Show to which there is no adequate remedy at law, and for which Seattle Home Show is entitled to injunctive relief.

### VII. THIRD CLAIM FOR RELIEF UNFAIR COMPETITION UNDER WASHINGTON STATE LAW

- 32. Seattle Home Show incorporates by reference the statements and allegations in paragraphs 1 through 31.
- 33. HSD, LLC and Homeshow Daily Sea LLC's wrongful conduct constitutes unfair competition in violation of RCW 19.77., et seq.
- 34. HSD, LLC and Homeshow Daily Sea LLC used marks owned by Seattle Home Show to create a false designation of origin of the home building, home remodeling and home furnishing showroom products and services sold to consumers by the Defendants.
- 35. Seattle Home Show had no control over the nature and quality of the products distributed by HSD, LLC and Homeshow Daily Sea LLC. Moreover, Seattle Home Show had no control over the types of exhibitors who purchased the showroom products and opportunities bearing Seattle Home Show's trademarks. Any product or service failures or quality issues raised by consumers would reflect adversely on Seattle Home Show as consumers would believe Seattle Home Show is the source of the origin of the products and services. As a result of their own actions, the Defendants have hampered Seattle Home Show continued efforts to protect Seattle Home Show's outstanding reputation for high quality.

- 36. Upon information and belief, HSD, LLC and Homeshow Daily Sea LLC's intention was to profit from Seattle Home Show's product and brand reputation.
- 37. HSD, LLC and Homeshow Daily Sea LLC's acts appear willful and reasonably calculated and constitute a pattern of infringement as the Defendants have infringed in multiple methods of advertising and promotion, repeatedly and after repeated notices of infringement from Seattle Home Show.
- 38. By reason of the Defendants' conduct, the Defendants have caused, and unless enjoined by the Court, will continue to cause immediate and irreparable harm to Seattle Home Show to which there is no adequate remedy at law, and for which Seattle Home Show is entitled to injunctive relief.

# VIII. FOURTH CLAIM FOR RELIEF INJURY TO BUSINESS REPUTATION UNDER WASHINGTON STATE LAW

- 39. Seattle Home Show re-alleges the allegations set forth in paragraph 1 through 38 as if fully set forth herein.
  - 40. The acts complained of above are likely to injure Plaintiff's business reputation.
- 41. By reason of HSD, LLC and Homeshow Daily Sea LLC's conduct, HSD, LLC and Homeshow Daily Sea LLC have caused, and unless enjoined by the Court, will continue to cause immediate and irreparable harm to Seattle Home Show to which there is no adequate remedy at law, and for which Seattle Home Show is entitled to injunctive relief.

# IX. FIFTH CLAIM FOR RELIEF TRADEMARK DILUTION

42. Seattle Home Show re-alleges the allegations set forth in paragraphs 1 through 41 as if fully set forth herein.

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HSD, LLC's and Homeshow Daily Sea LLC's use of the marks SEATTLE 43. HOME SHOW DAILY, SEATTLE HOMESHOW DAILY and close variations thereof, to promote, market, or sell services, constitutes Trademark Dilution. HSD, LLC's and Homeshow Daily Sea LLC's intentional and willful dilution of the SEATTLE HOME SHOW registered trademark has caused and will continue to cause damages to Seattle Home Show, and is causing irreparable harm to Seattle Home Show, for which there is no adequate remedy at law.

#### PRAYER FOR RELIEF X.

- WHEREFORE, Seattle Home Show prays for the following relief: 44.
- For a temporary restraining order enjoining and restraining HSD, LLC and 45. Homeshow Daily Sea LLC and their respective agents, parent companies or entities, servants, employees, successors, and assigns, and all other persons acting in concert or conspiracy with HSD, LLC and Homeshow Daily Sea LLC or which are affiliated with HSD, LLC or Homeshow Daily Sea LLC, from engaging in the infringing, unfair and/or damaging acts complained of above;
- For a permanent injunction enjoining and restraining HSD, LLC and Homeshow 46. Daily Sea LLC and their respective agents, parent companies or entities, servants, employees, successors, and assigns, and all other persons acting in concert or conspiracy with HSD, LLC and Homeshow Daily Sea LLC or which are affiliated with HSD, LLC or Homeshow Daily Sea LLC, from engaging in the infringing, unfair and/or damaging acts complained of above;
- For an Order requiring HSD, LLC and Homeshow Daily Sea LLC to deliver for 47. destruction all offending materials under its possession, custody or control and to file with the