		Case 3:23-cv-05027	Document 1	Filed 01/09/23	Page 1 of 21	
1						
2						
3						
4						
5						
6						
7						
8 9	UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF WASHINGTON					
9 10			AT TACC			
10		EDIC TAVEDNI INIC			2 5027	
11	d/b/a FC	ER'S TAVERN, INCO DXY LADY,	JKPOKATEL			
13		Plaintiff,		COMPLAIN	NT	
14	v.	,		JURY DEM	AND	
15	FOXY L. COFFEE	ADY, INC. d/b/a FOX E,	YY LADY			
16		Defendant.				
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28	COMPLAI [Case No. 3	INT - 1 3:23-cv-5027]	Ν	IEWMAN DU WORS LLP	2101 Fourth Avenue, Suite Seattle, Washington 981 (206) 274-2800	

1	COMPLAINT				
2	Plaintiff Gulliver's Tavern, Incorporated d/b/a Foxy Lady ("Foxy Lady") alleges				
3	for its Complaint against Defendant Foxy Lady, Inc. d/b/a Foxy Lady Coffee ("FLC")				
4	on personal information as to Foxy Lady's own activities, and upon information and belief				
5	as to the activities of others, as follows:				
6	NATURE OF THE ACTION				
7	1. This is an action for trademark infringement and unfair competition under the				
8	Lanham Act with pendent claims for violation of the Washington Consumer Protection				
9	Act and common law trademark infringement.				
10	2. Foxy Lady seeks damages, attorneys' fees, costs, and permanent injunctive				
11	relief.				
12	JURISDICTION				
13	3. This Court has subject matter jurisdiction over this case under 28 U.S.C.				
14	§§ 1331 and 1338(a). The Court has supplemental jurisdiction over Plaintiff's state law				
15	claims under 28 U.S.C. § 1367(a).				
16	4. This Court has personal jurisdiction over Defendant FLC based upon the				
17	following: (a) FLC is incorporated in the State of Washington; and (b) FLC's principal				
18	place of business is in this judicial district.				
19	5. Venue is proper in the United States District Court for the Western District of				
20	Washington under 28 U.S.C. § 1391(b) and (c) because this is a judicial district in which				
21	the defendant resides and because a substantial part of the acts or omissions giving rise to				
22	Plaintiff's claims occurred in this judicial district.				
23	THE PARTIES				
24	6. Plaintiff Gulliver's Tavern, Incorporated is a Rhode Island corporation with its				
25	principal place of business in Providence, Rhode Island. Foxy Lady owns and operates the				
26	Foxy Lady adult entertainment club in Providence, Rhode Island.				
27	7. Defendant FLC is a Washington corporation with its principal place of				
28	business in Tacoma, Washington. FLC operates the Foxy Lady Bikini Bar in Tacoma,				
	COMPLAINT - 2 [Case No. 3:23-cv-5027]NEWMAN DU WORS LLP2101 Fourth Avenue, Suite 1500 Seattle, Washington 98121 (206) 274-2800				

1 Washington; and Foxy Lady Latte in Arlington, Burlington, and Mount Vernon, Washington. While it has not opened yet, FLC is additionally engaged in active preparations to open the Foxy Lady Café in Centralia, Washington.

2

3

4

5

6

7

8

9

10

#### ALLEGATIONS COMMON TO ALL COUNTS

8. Foxy Lady operates the Foxy Lady adult entertainment club in Providence, Rhode Island. The club has been in operation since 1979.

9. Foxy Lady owns the mark FOXY LADY and variants thereto and has obtained a federal mark registration for FOXY LADY (U.S. Reg. No. 2,809,938) for entertainment in the nature of live performances for an adult audience, namely exotic dance performances and restaurant services and bar services.

Foxy Lady's federal trademark registration has not been abandoned, cancelled, 11 10. or revoked. In fact, it has become incontestable through the filing of Section 8 and Section 12 15 affidavits in the United States Patent and Trademark Office. 13

Since it commenced using the FOXY LADY mark in 1979, Foxy Lady and its 14 11. licensees have continuously used the mark in connection with advertising and promoting 15 16 its goods and services. Foxy Lady has spent significant funds advertising and promoting its FOXY LADY marks, including on the internet through a website accessible at 17 <foxyladyri.com>. 18

Based upon its federal trademark registrations and extensive use, Foxy Lady 19 12. 20 owns the exclusive right to use the FOXY LADY mark in connection with exotic dance 21 performances, bar services, and restaurant services.

Foxy Lady additionally owns valid and subsisting common law rights to the 22 13. FOXY LADY mark by continually using the FOXY LADY name and mark in connection 23 with the goods and services it provides, specifically exotic dance, bar, and restaurant 24 services. 25

Defendant FLC operates what it describes as a "unique coffee house and 26 14. espresso drive thru concept that was established in 2008." See <foxyladycoffee.com> 27 Homepage, attached as Exhibit 1. 28

COMPLAINT - 3 [Case No. 3:23-cv-5027]

#### Case 3:23-cv-05027 Document 1 Filed 01/09/23 Page 4 of 21

1 15. FLC operates three separate businesses using the infringing "Foxy Lady" 2 name:

Foxy Lady Latte has three locations and is, upon information and belief, a 16. coffee shop with baristas that dress in provocative lingerie.

Foxy Lady Bikini Bar is located in Tacoma. FLC advertises that it has a "Full 17. Service Bar: Ice Cold Beer on draft, Wine, & Spirits!" It serves breakfast, lunch, and dinner and features servers that dress in provocative lingerie.

Foxy Lady Café has not yet opened and will be located in Centralia, 8 18. 9 Washington. Upon information and belief, it will be a full-service restaurant that may serve alcohol with servers that dress in provocative lingerie.

FLC uses the entirety of Plaintiff Foxy Lady's FOXY LADY mark, combining 19. 11 it with the generic terms "coffee," "café," and "bikini bar." Those generic terms do not 12 diminish the likelihood of customer confusion, and "bikini bar" increases the likelihood 13 of confusion since consumers expect to see scantily clad women in a full-service bar at 14 Plaintiff's establishment. 15

16 20. FLC owns trademark registrations with the USPTO for FOXY LADY LATTE (U.S. Reg. No. 5,427,417) and FOXY LADY CAFE (U.S. Reg. Nos. 5,427,415) 17 and 5,417,545). While these registrations are for coffee and coffee shops, FLC has used 18 derivations of the FOXY LADY mark for far more than coffee, including for the services 19 20 that Plaintiff Foxy Lady offers under its marks.

21 21. FLC operates an Instagram page, located at https://www.instagram.com/foxyladylattemv/. FLC's Instagram page almost exclusively 22 23 features images of women in various stages of undress, including fully topless, in a manner that creates confusion with Foxy Lady's use of its mark. See FLC Instagram Page, 24 attached as Exhibit 2. 25

Through its use of the FOXY LADY mark, FLC is trying to create an 26 22. association between Foxy Lady and the bikini bar, café, and coffee shops operated by 27 Defendant FLC. 28

COMPLAINT - 4 [Case No. 3:23-cv-5027]

3

4

5

6

7

10

NEWMAN DU WORS LLP

#### Case 3:23-cv-05027 Document 1 Filed 01/09/23 Page 5 of 21

Even if Defendant FLC does not have the intent to infringe upon Plaintiff's
 mark, there is no *mens rea* for trademark infringement. Thus, in the alternative,
 Defendant has negligently infringed upon Plaintiff's trademark and must be enjoined
 from further use.

24. Plaintiff Foxy Lady and its predecessors-in-interest had been using the mark for nearly 30 years when Defendant FLC commenced its infringing use of the mark in 2008. Plaintiff's mark was distinctive when Defendant began to unlawfully use it.

25. Upon information and belief, Defendant used the FOXY LADY mark with the bad faith intent to profit from Plaintiff's marks.

26. Alternatively, Defendant used Plaintiff's FOXY LADY mark negligently and must be enjoined from further use.

27. Upon information and belief, Defendant did not believe or have reasonable grounds to believe that the use of Plaintiff's mark was a fair use or otherwise lawful.

#### FIRST CLAIM FOR RELIEF Trademark Infringement - 15 U.S.C. § 1114

6 28. Plaintiff incorporates the allegations of the preceding paragraphs as if set forth7 fully herein.

29. Defendant used and is using a business name which, without Plaintiff's
consent, contains the entirety of Plaintiff's FOXY LADY trademark and is thus
confusingly similar to Plaintiff's FOXY LADY trademark.

30. Defendant's use in commerce of Plaintiff's mark constitutes a reproduction,
copying, counterfeiting, and colorable imitation of Plaintiff's mark in a manner that is
likely to cause confusion or mistake or is likely to deceive consumers.

24 31. Even if Defendant had no actual knowledge of Plaintiff's FOXY LADY mark,
25 Defendant has constructive knowledge of Plaintiff's trademark, by virtue of its
26 registration on the Principal Register, which confers constructive knowledge. 15 U.S.C.
27 § 1072.

32. Defendant is using a mark identical to Plaintiff's FOXY LADY trademark in COMPLAINT - 5 [Case No. 3:23-cv-5027] NEWMAN DU WORS LLP [Case No. 3:23-cv-5027]

28

#### Case 3:23-cv-05027 Document 1 Filed 01/09/23 Page 6 of 21

1 connection with the sale, offering for sale, or advertising of services in a manner that is 2 likely to cause confusion or mistake or to deceive consumers as to affiliation, connection, or association with Plaintiff or as to the origin, sponsorship, or approval of Defendant's 3 services or commercial activities by Plaintiff. 4

The addition of generic terms, such as "coffee" and "café," do not decrease 5 33. the likelihood of confusion, and use of the term "bikini bar" actually increases the likelihood of consumer confusion.

Defendant's use of Plaintiff's marks has created a likelihood of confusion 8 34. 9 among the consuming public who may falsely believe that Defendant's business is associated with Plaintiff or that Plaintiff sponsors or approves of Defendant's services or 10 commercial activities. 11

35. As a direct and proximate result of Defendant's infringement, Plaintiff has 12 suffered, and will continue to suffer, monetary loss and irreparable injury to its business, 13 reputation, and goodwill. 14

#### 15 16

6

7

#### SECOND CLAIM FOR RELIEF Unfair Competition – 15 U.S.C. § 1125(a)

Plaintiff incorporates the allegations of the preceding paragraphs as if fully set 17 36. forth herein. 18

37. Defendant's use in commerce of marks identical to Plaintiff's in connection 19 20 with Defendant's services, which are the same as Plaintiff's, constitutes a false 21 designation of origin and/or a false or misleading description or representation of fact, 22 which is likely to cause confusion, cause mistake, or deceive as to affiliation, connection, or association with Plaintiff, or as to the origin, sponsorship, or approval of Defendant's 23 services or commercial activities by Plaintiff. 24

Defendant's use in commerce of Plaintiff's marks with the knowledge that 25 38. Plaintiff owns and has used, and continues to use, its trademarks constitutes intentional 26 conduct by Defendant to make false designations of origin and false descriptions about 27 Defendant's services and commercial activities. 28

COMPLAINT - 6 [Case No. 3:23-cv-5027]

NEWMAN DU WORS LLP

39. As a direct and proximate result of such unfair competition, Plaintiff has suffered and will continue to suffer, monetary loss and irreparable injury to its business, reputation, and goodwill.

#### THIRD CLAIM FOR RELIEF Common Law Trademark Infringement

40. Plaintiff incorporates the allegations of the preceding paragraphs as if set forth fully herein.

8 41. By virtue of having used and continuing to use its trademarks, Plaintiff has
9 acquired common law rights in those marks.

42. Defendant's use of marks identical to Plaintiff's trademarks infringes
 Plaintiff's common law rights in its trademarks, and this use is likely to cause confusion,
 mistake, or deception among consumers, who will falsely believe that Defendant's
 services originate from, or are affiliated with, or endorsed by Plaintiff.

43. As a direct and proximate result of Defendant's infringement of Plaintiff's
common law trademark rights, Plaintiff has suffered, and will continue to suffer,
monetary damages and irreparable injury to its business, reputation, and goodwill.

17

1

2

3

4

5

6

7

18

#### FOURTH CLAIM FOR RELIEF Washington Consumer Protection Act - RCW Ch. 19.86

19 44. Plaintiff incorporates the allegations of the preceding paragraphs as if set forth20 fully herein.

45. Unfair methods of competition and unfair or deceptive acts or practices in the
conduct of any trade or commerce are unlawful. RCW § 19.86.020.

46. Any company or person may bring a civil action in superior court to enjoin
further violations, to recover actual damages, together with costs of suit, including a
reasonable attorneys' fee. RCW § 19.86.090. In its discretion, the court may increase the
award of reasonable damages to three times the actual damages sustained. *Id.*

27 47. Plaintiff operates in trade or commerce because it operates an exotic dance28 club with food service and bar operations.

COMPLAINT - 7 [Case No. 3:23-cv-5027]

#### Case 3:23-cv-05027 Document 1 Filed 01/09/23 Page 8 of 21

48. Defendant's conduct is willful and intentional, evidenced by its formation after
 Plaintiff had been operating for nearly 30 years. Defendant additionally has constructive
 knowledge that Plaintiff owns the FOXY LADY mark for exotic dance clubs, bars, and
 restaurants.

5 49. Defendant's deceptive conduct deceived and harmed the public, and
6 Defendant knew or should have known that its conduct was unfair, deceptive, and
7 harmful to the public.

8

9

12

13

50. Defendant's use of Plaintiff's mark is misleading and injurious to consumers.

51. Defendant's actions are in violation of RCW § 19.86.020.

10 52. As a direct result of Defendant's actions, Plaintiff Foxy Lady has suffered
11 actual damages, including the loss of profits, customers, and goodwill.

#### FIFTH CLAIM FOR RELIEF Cancellation of U.S. Reg. No. 5,427,417

14 53. Plaintiff incorporates the allegations of the preceding paragraphs as if set forth15 fully herein.

54. Defendant FLC owns the FOXY LADY LATTE mark (U.S. Reg. No.
5,427,417) for coffee shops, namely drive-thru coffee shops serving specialty coffee
drinks.

19 55. Defendant FLC's FOXY LADY LATTE mark dilutes Plaintiff's mark
 20 through blurring in that it contains the entirety of Plaintiff's mark, adding only the generic
 21 term "latte".

56. Plaintiff's FOXY LADY mark has acquired distinctiveness and significant
consumer recognition through its continuous use for over 40 years, and Plaintiff owns an
incontestable trademark registration for the FOXY LADY mark.

57. Upon information and belief, Defendant intended to create an association with
Plaintiff's FOXY LADY mark when it chose the FOXY LADY LATTE name, as
Plaintiff's mark had been in continuous use for nearly 30 years and had been registered for
over a decade when Defendant chose its mark.

COMPLAINT - 8 [Case No. 3:23-cv-5027] 58. Upon information and belief, Defendant intended to, and has, created an
 actual association between Plaintiff's mark and its mark.

59. This Court has authority to order the cancellation of Defendant's FOXY LADY LATTE registration under 15 U.S.C. § 1119.

60. This Court should cancel the registration of U.S. Reg. No. 5,427,417 under the provisions of 15 U.S.C. § 1064.

#### SIXTH CLAIM FOR RELIEF Cancellation of U.S. Reg. No. 5,427,415

9 61. Plaintiff incorporates the allegations of the preceding paragraphs as if set forth10 fully herein.

Defendant FLC owns the FOXY LADY CAFÉ mark (U.S. Reg. No.
 5,427,415) for coffee.

13 63. Defendant FLC's FOXY LADY CAFÉ mark dilutes Plaintiff's mark through
14 blurring in that it contains the entirety of Plaintiff's mark, adding only the generic term
15 "café".

64. Plaintiff's FOXY LADY mark has acquired distinctiveness and significant
consumer recognition through its continuous use for over 40 years, and Plaintiff owns an
incontestable trademark registration for the FOXY LADY mark.

19 65. Upon information and belief, Defendant intended to create an association with
20 Plaintiff's FOXY LADY mark when it chose the FOXY LADY CAFÉ name, as Plaintiff's
21 mark had been in continuous use for nearly 30 years and had been registered for over a
22 decade when Defendant chose its mark.

23 66. Upon information and belief, Defendant intended to, and has, created an
24 actual association between Plaintiff's mark and its mark.

25 67. This Court has authority to order the cancellation of Defendant's FOXY
26 LADY CAFÉ registration under 15 U.S.C. § 1119.

27 68. This Court should cancel the registration of U.S. Reg. No. 5,427,415 under the
28 provisions of 15 U.S.C. § 1064.

COMPLAINT - 9 [Case No. 3:23-cv-5027]

3

4

5

6

7

8

1	SEVENTH CLAIM FOR RELIEF		
2	Cancellation of U.S. Reg. No. 5,417,545		
3	69. Plaintiff incorporates the allegations of the preceding paragraphs as if set forth		
4	fully herein.		
5	70. Defendant FLC owns the FOXY LADY CAFÉ mark (U.S. Reg. No.		
6	5,427,545) for coffee.		
7	71. Defendant FLC's FOXY LADY CAFÉ mark dilutes Plaintiff's mark through		
8	blurring in that it contains the entirety of Plaintiff's mark, adding only the generic term		
9	"café".		
10	72. Plaintiff's FOXY LADY mark has acquired distinctiveness and significant		
11	consumer recognition through its continuous use for over 40 years, and Plaintiff owns an		
12	incontestable trademark registration for the FOXY LADY mark.		
13	73. Upon information and belief, Defendant intended to create an association with		
14	Plaintiff's FOXY LADY mark when it chose the FOXY LADY CAFÉ name, as Plaintiff's		
15	mark had been in continuous use for nearly 30 years and had been registered for over a		
16	decade when Defendant chose its mark.		
17	74. Upon information and belief, Defendant intended to, and has, created an		
18	actual association between Plaintiff's mark and its mark.		
19	75. This Court has authority to order the cancellation of Defendant's FOXY		
20	LADY CAFÉ registration under 15 U.S.C. § 1119.		
21	76. This Court should cancel the registration of U.S. Reg. No. 5,427,415 under the		
22	provisions of 15 U.S.C. § 1064.		
23	PRAYER FOR RELIEF		
24	Plaintiff Gulliver's Tavern, Incorporated d/b/a Foxy Lady respectfully prays that		
25	the Court grant the following relief:		
26	1. Injunctive relief prohibiting Defendant and its officers, agents, servants		
27	employees, and/or all persons acting in concert or participation with them, or		
28	any of them, from using Plaintiff's trademarks or confusingly similar variations		

COMPLAINT - 10 Case No. 3:23-cv-5027]

### NEWMAN DU WORS LLP

1		thereof, alone or in combination with any other letters, words, letter strings,					
2		phrases, or designs, in commerce or in connection with any business or for any					
3		other purpose;					
4	2.	Cancellation of U.S. Reg. Nos. 5,427,417; 5,427, 415; and 5,417,545.					
5	3.	An award of compensatory, consequential, statutory, and punitive damages to					
6		Plaintiff in an amount to be determined at trial;					
7	4.	An award of interest, costs, and attorneys' fees incurred by Plaintiff in					
8		prosecuting this action; and					
9	5.	All other relief to which Plair	ntiff is entitled.				
10							
11	Dated: Ja	nuary 9, 2023	Respectfully submitted,				
12			s/ Derek A. Newman				
13			s/ Derek Linke Derek A. Newman, WSBA No. 26967				
14			dn@newmanlaw.com Derek Linke, WSBA No. 38314				
15			linke@newmanlaw.com				
16			NEWMAN DU WORS LLP 2101 4th Avenue, Ste. 1500				
17		Seattle, WA 98121-2336 Telephone: 206-274-2800					
18		-					
19	Marc J. Randazza (pro hac vice forthcoming) Ronald D. Green, Jr. (pro hac vice forthcoming)						
20	RANDAZZA LEGAL GROUP, PLLC 4974 S. Rainbow Blvd., Ste. 100						
21			Las Vegas, NV 89118 Telephone: 702-420-2001				
22			ecf@randazza.com				
23			Attorneys for Plaintiff				
24			Gulliver's Tavern d/b/a Foxy Lady				
25							
26							
27							
28							
		AINT - 11 0. 3:23-cv-5027]	NEWMAN DU WORS LLP2101 Fourth Avenue, Suite 1500 Seattle, Washington 98121 (206) 274-2800				

1	DEMAND FOR JURY TRIAL						
2	Under Rule 38(b) of the Federal Rules of Civil Procedure, Plaintiff Gulliver's						
3	Tavern, Incorporated d/b/a Foxy Lady respectfully requests a trial by jury of all issues so						
4	triable.						
5							
6	Dated: January 9, 2023	Respectfully submitted,					
7		s/ Derek A. Newman					
8		s/ Derek Linke Derek A. Newman, WSI	BA No. 26067				
9		dn@newmanlaw.com					
10		Derek Linke, WSBA No linke@newmanlaw.com					
11		Newman Du Wors 2101 4th Avenue, Ste. 15					
12		Seattle, WA 98121-2336 Telephone: 206-274-280					
13		Marc J. Randazza (pro ha					
14		Ronald D. Green, Jr. (pr	o hac vice forthcoming)				
15		RANDAZZA LEGAL G 4974 S. Rainbow Blvd., S					
16		Las Vegas, NV 89118 Telephone: 702-420-200	)1				
17		ecf@randazza.com					
18		Attorneys for Plaintiff	Form Lady				
19 20		Gulliver's Tavern d/b/a	Toxy Lady				
20 21							
21							
22							
24							
25							
26							
27							
28							
	COMPLAINT - 12 [Case No. 3:23-cv-5027]	NEWMAN DU WORS LLP	2101 Fourth Avenue, Suite 1500 Seattle, Washington 98121 (206) 274-2800				

# Exhibit 1



## Welcome to Foxy Lady Coffee!

### **Delicious Coffee and Foxy Ladies!**

We're a unique coffee house and espresso drive thru concept that was establish in 2008, 'Foxy Lady' was born and raised in Washington, we know coffee! We are by no means your average 'bikini barista establishment', with our awesome coffee and food, we prove you don't need to trade entertainment and fun for quality. We love our customers and they love us!

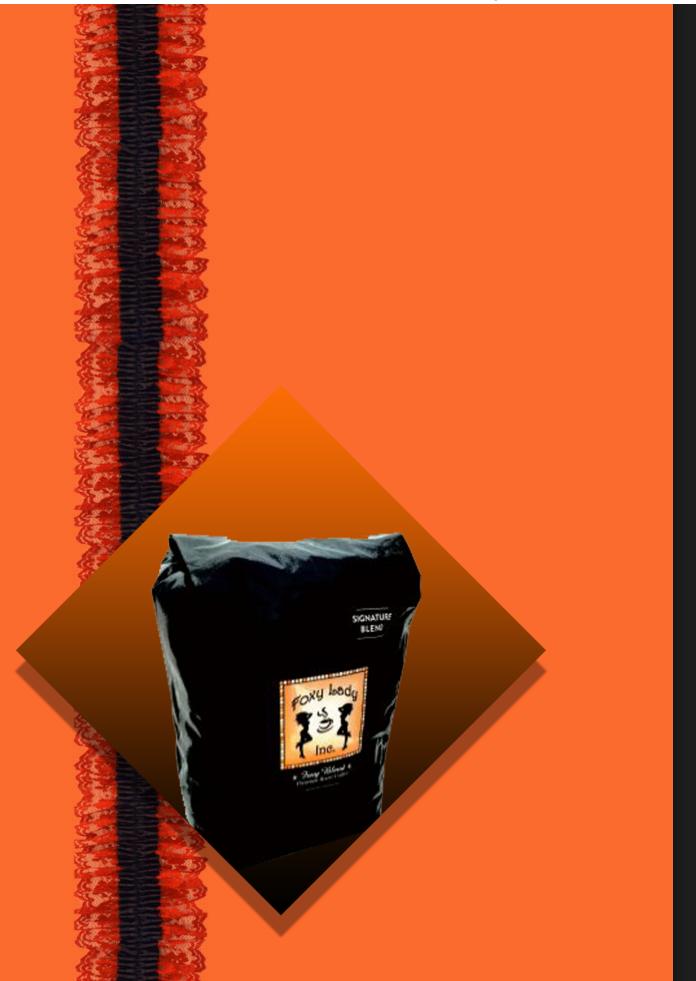


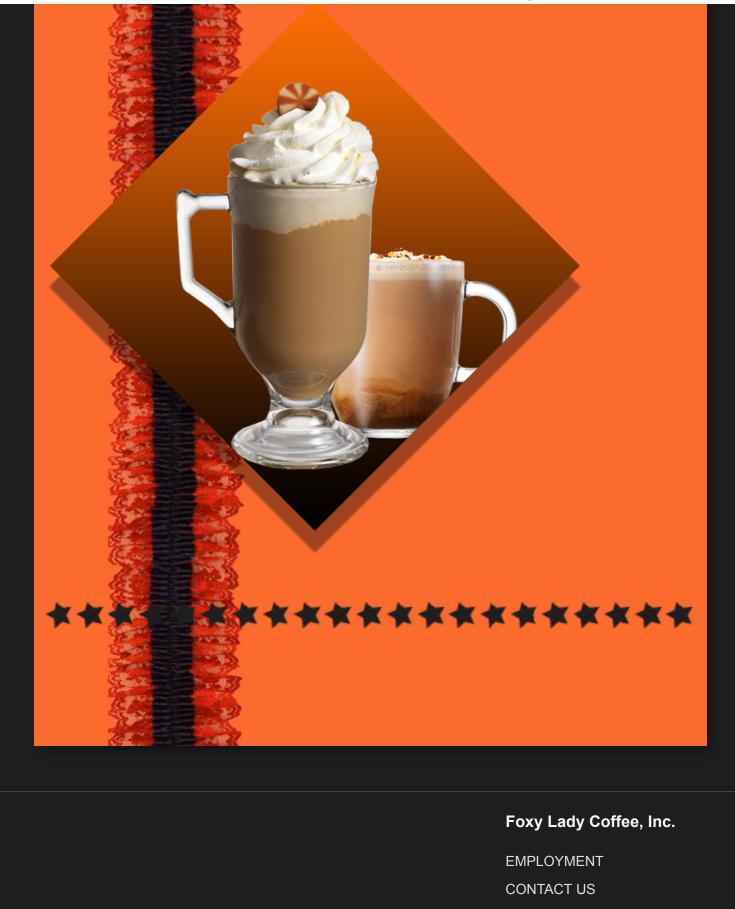


## **Don't Let The Bikinis Fool You!**

Fory Lady ® has worked closely with our blue ribbon award winning Master Roaster In order to create our own unique blend and roast of gourmet espresso that delights the most distinctive tastes, Foxy Lady will only buy its coffee beans from farmers who support sustainable agriculture. Our coffee beans are fresh roasted daily, using only the highest quality Hand Picked, Organic, Arabica beans. We drum roast our beans to exact standards insuring a great espresso taste, less bitterness and a higher caffeine content.

This "drum roasting" technique also lowers the acid content in the coffee and insures a much higher consistency in the roast and taste's much better than other roasting techniques such as "Air Roasting" or as some call it, the "Pop Corn" method.





EMPLOYEE PORTAL

# Exhibit 2

#### Case 3:23-cv-05027 Fox Datument fdxyla File ch 01/Dog 22 ph Ragev 20 sof 21

## Instagram

Log In Sign Up



foxyladylattemv Follow ••

1,002 posts 34.9

34.9K followers

25 following

Foxy Lady Latte 2626 Henson Rd. Mount Vernon, Wa 98273 ↓ Like us on Facebook @ Foxy Lady Latte Mount Vernon ♥ foxyladycoffee.com











I POSTS

B REELS

D TAGGED



og into Instagram

)g in to see photos and videos from friends and discover other accounts you'll love.

£

#### Case 3:23-cv-05027 Fox Day Iment fdxyla File cho1/Dog 23 ph Ragev 2 dos of 21

## Instagram

Log In Sign Up



Meta About Blog Jobs Help API Privacy Terms Top Accounts Locations Instagram Lite Contact Uploading & Non-Users

English  $\vee$  © 2023 Instagram from Meta

og into Instagram

)g in to see photos and videos from friends and discover other accounts you'll love.

÷