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9	FOR THE DISTRIC			
10	Williams & Lake L.L.C., an Arizona limited liability company,	No.	4:17-cv-00117-CI	KJ
11 12	Plaintiff, v.		ENDED COMPL	
13 14	Genesis Systems, LLC, an Arizona limited liability company; George Jameson; and James Randy Burchett,			
15	Defendants.			
16				
 17 18 19 20 	Plaintiff Williams & Lake, L.L.C., by Complaint against Defendants Genesis Syste Burchett. For its Complaint, Plaintiff states the	ems, 1	LLC, George Jar	-
20	PARTIES ANI) JUR	ISDICTION	
 21 22 23 24 25 26 	 Plaintiff Williams & Lake, L organized under the laws of the State of Arizo Pecos Road, Suite 2, Chandler, Arizona 852243 Defendant Genesis Systems, I organized under the laws of the State of Arizo Desert Eagle Circle, Marana, Arizona 85658. 	na wit 3. LLC ('	h its principal pla "Genesis") is a l	ce of business at 2223 W.

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3. Defendant George Jameson ("Mr. Jameson") is a citizen of the State of Arizona residing at 5137 W. Desert Eagle Circle, Marana, Arizona 85658.

4. Defendant James Randy Burchett ("Mr. Burchett") is a citizen of the State of Arizona residing at 15380 W. Avra Valley Road, Marana, AZ 85653 (Genesis, Mr. Jameson, and Mr. Burchett are collectively referred to herein sometimes as "Defendants").

5. This is an action for (1) declaratory judgment seeking a declaration of invalidity of 6 7 US Patent 9,238,432 B1 ("Mr. Jameson's first patent") pursuant to the Declaratory Judgment Act, 8 28 U.S.C. §§ 2201 and 2202, and the Patent Laws of the United States, 35 U.S.C. §§ 100 et seq., as to Genesis and Mr. Jameson; (2) declaratory judgment seeking a declaration of invalidity of US 9 10 Patent 9,701,242 B1 ("Mr. Jameson's second patent") pursuant to the Declaratory Judgment Act, 11 28 U.S.C. §§ 2201 and 2202, and the Patent Laws of the United States, 35 U.S.C. §§ 100 et seq., 12 as to Genesis and Mr. Jameson; (3) violation of Arizona Uniform Trade Secrets Act, §44-401 et. 13 seq., as to all Defendants; (4) breach of duty of loyalty and fiduciary duty under the common law 14 of the state of Arizona as to Mr. Jameson and Mr. Burchett; (5) breach of contract under the laws 15 of the state of Arizona as to Mr. Jameson and Mr. Burchett; (6) unfair competition as to all 16 Defendants under the common law of Arizona and the several states; (7) intentional interference 17 with prospective economic advantage as to all Defendants under the common law of Arizona and 18 the several states; and for such other relief as the Court deems just and proper.

19 6. This Court has subject matter jurisdiction over W&L's claims under at least the
20 Patent Act, 35 U.S.C. §§ 101, 102, 103, 112, and/or 171. Subject matter jurisdiction is conferred
21 by 28 U.S.C. § 1331 (federal question). This Court has supplemental jurisdiction over W&L's state
22 law claims pursuant to 28 U.S.C. § 1367. Venue is proper in this District under 28 U.S.C. §§ 1391
23 and 1400.

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STATEMENT OF FACTS

25 7. The allegations contained in paragraphs 1 through 6 of the Complaint are26 incorporated and adopted by reference herein.

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A.

THE MODULATING BRAKE LIGHT WITH A SECONDARY LOCK-OUT

8. In late 2011, W&L began plans to develop, market, and sell a rear-end collision avoidance system for automobiles which would make brake lights more visible to a following driver. W&L developed a modulating brake light circuit that connects to the electrical system of an automobile and causes the automobile's center high mounted stop lamp ("CHMSL") to initially brighten and dim rapidly a certain number of times and then remain illuminated when the brakes are activated. This pulsating light provides an enhanced warning system to a trailing driver that the automobile is slowing or stopping.

9 9. The National Highway Transportation Safety Administration ("NHTSA")
10 concluded in a report issued in 2010 that "90% of all rear-end collisions are avoidable if the driver
11 had one more second of warning." By being more noticeable to following drivers, this modulating
12 brake light circuit when installed on an automobile provides following drivers with critical
13 additional warning time that the automobile is slowing or stopping so as to avoid a rear end
14 collision.

15 10. Although there are similar competing products in the marketplace, they all suffer
16 from the same problem of repeatedly pulsating in stop and go traffic, because the pulsating cycle
17 of the CHMSL is reinitiated each time the driver re-applies the brakes after an initial braking. As
18 a result, in stop and go traffic when the brakes are being applied and released in rapid succession,
19 the CHMSL will constantly pulsate. This repeated pulsating in stop and go traffic materially
20 reduces the effectiveness of the warning system to a trailing driver.

11. The modulating brake light circuit marketed by W&L overcomes this problem with a unique and patented feature referred to as a "secondary lock-out." This innovative secondary lock-out feature prevents the CHMSL from flashing if the brakes have been released only momentarily, as in stop-and-go braking. This means that once the brake is applied triggering the CHMSL to pulsate, and then the brake is released, the pulsating cycle of the CHMSL cannot be activated again during a certain time period after the brake is released, such as five seconds (the

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"secondary lock-out period"). If the brakes are applied again within that secondary lock-out period,
 the pulsating cycle of the CHMSL is not activated, and the CHMSL is simply illuminated without
 pulsating. The pulsating cycle of the CHMSL is activated again only when the brakes are re applied after the expiration of the secondary lock-out period.

12. This delay function of the secondary lockout feature was a novel and innovative feature that allows the modulating brake light to work far more effectively in stop-and-go traffic by eliminating successive activations of the pulsating CHMSL which would diminish its effectiveness as an attention-getter. In the absence of the secondary lockout, the pulsating light would activate constantly in stop-and-go traffic.

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PULSE® POWERED BY SAFETY F1RSTTM-A PATENTED MODULATED BRAKE LIGHT CIRCUIT

12 13. W&L is the owner of two patents, discussed below, which cover this unique and
13 innovative modulating brake light circuit with a secondary lock-out feature.

14 14. On December 20, 2001, TransAlert, Inc. ("TransAlert") filed for a patent with the
15 United States Trademark and Patent Office ("PTO") to cover such a device, in an application
16 entitled "Modulated Intensity Flasher for Vehicle Brake Light with Lockout." That application
17 claimed priority to a provisional patent application filed on December 20, 2000. On April 13, 2004
18 the PTO issued to TransAlert United States Patent No. 6,720,871 ("the '871 Patent").

19 15. Just before issuance of the '871 Patent, on April 9, 2004, TransAlert filed with the
 20 PTO a continuation patent application claiming additional aspects of the device and its method of
 21 use. On September 13, 2005, the PTO issued to TransAlert United States Patent No. 6,943,677
 22 ("the '677 Patent"), entitled "Modulated Intensity Flasher for Vehicle Brake Light with Lockout."

16. The '871 Patent and the '677 Patent, collectively referred to herein sometimes as
the "W&L Patents," survived and were strengthened by challenges in litigation and reexaminations
at the PTO, and were subsequently licensed and then assigned to W&L. The W&L Patents are in
full force and effect.

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1 17. Upon acquiring the rights to the W&L Patents, W&L began to manufacture, market,
 and sell the patented modulating brake light circuits to automotive dealerships under the later registered name "SAFETY FIRST BRAKE LIGHTTM".

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18. In 2014, W&L learned that a competitor known as Kinetech, LLC was selling a competing modulating brake light product under the name "PULSE®" that infringed the W&L Patents. W&L commenced legal proceedings to enforce the W&L Patents against Kinetech, LLC. As a result of that legal action W&L acquired the PULSE® product and name.

8 19. In May, 2015, W&L merged the two products and began to manufacture, market,
9 and sell to automotive dealerships in Arizona and throughout much of the United States the
10 modulating brake light circuit with a secondary lockout feature under the trade name "PULSE®
11 powered by SAFETY F1RSTTM".

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C. MR. JAMESON AND MR. BURCHETT AGREED TO MAINTAIN THE CONFIDENTIALITY OF W&L'S CONFIDENTIAL AND PROPRIETARY INFORMATION AND TRADE SECRETS

14 20. In 2013, Mr. Jameson started to work for W&L as a sales representative selling
15 W&L's patented modulating brake light circuit with the secondary lockout feature. Mr. Bradley
16 Dorsey, one of the owners of W&L, had known Mr. Jameson for some period of time prior to his
17 employment by W&L.

18 21. Mr. Dorsey considered Mr. Jameson a friend who he could trust and rely upon not
19 to improperly disclose or use W&L's confidential and proprietary information and trade secrets.

20 22. While working for W&L, Mr. Jameson was told and understood that he would have
21 access to be provided confidential and proprietary technical and business information and trade
22 secrets regarding the development, marketing, and features of the SafetyF1rstTM product (and then
23 the *Pulse*® *powered by SafetyF1rst*TM product).

24 23. Mr. Jameson agreed that he would be bound by the duties of confidentiality and
25 non-disclosure with respect to W&L's confidential and proprietary information and trade secrets.

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24. On March 13, 2013 Mr. Jameson was provided W&L's standard employment agreement for execution along with the business card he would use while working for W&L, true and correct copies of which are appended hereto as **Exhibit No. 1**.

25. The employment agreement contained standard provisions reflecting the understanding between W&L and Mr. Jameson of the need and expectation that he would maintain the confidentiality of W&L's confidential and proprietary information and trade secrets, that he would not disclose or otherwise use W&L's confidential and proprietary information and trade secrets except in furtherance of W&L's business, and would not compete with W&L during his employment by W&L and for a period of three years after his employment by W&L.

26. At the time Mr. Jameson was hired as a sales representative, he partnered with
Randy Burchett ("Mr. Burchett"), another W&L sales representative, for purposes of selling the
SAFETY F1RSTTM product (and then PULSE® powered by SAFETY F1RSTTM product).

27. Mr. Burchett executed an "Independent Sales Representative Agreement" as a
condition of being employed and continuing to work for W&L, a true and correct copy of which
is appended hereto as Exhibit No. 2.

6 28. The Independent Sales Representative Agreement confirmed the importance of
7 confidentiality and non-disclosure with the following requirements:

9. Confidential Information. All material, information, data and other communications of either party disclosed to or by such party and/or one of more of its parent, subsidiary or affiliated corporations in a manner consistent with its proprietary and confidential nature, and regardless of the form or medium in which such information is disclosed; except for in the event the information was already in the public domain; received independently from a third party free to disclose such information to the receiving party or is disclosed by the receiving party to a third party with the express written permission of the originating party (the "Confidential Information").

10. Non-Disclosure. The parties agree that all confidential information of either party is: (i) acknowledged by the receiving party to be of a proprietary nature, and to constitute Trade Secrets of, the originating party; (ii) shall not, without the express written permission of the originating party, be used by the receiving party for any purpose other than those set forth herein; (iii) shall be held by the receiving party in the strictest confidence, and shall be treated by it with the same degree of care to avoid disclosure to any third party as is used with respect to the receiving party's own information of such importance; (iv) is

hereby acknowledged by the receiving party to be the sole property of the originating party and shall be returned or destroyed at the request of the originating party within 10 days of a written notification of such action; (v) exceptions – the obligations above shall not apply or shall terminate in the event the information was already in the public domain, received independently from a third party free to disclose such information to the receiving party or is disclosed by the receiving party to a third party with the express written permission of the originating party.

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29. The Independent Sales Representative Agreement also contained the following

6 non-compete provision:

7 11. **Non-Compete.** The undersigned Representative hereby agrees that during the term of this Agreement and for a period of three years immediately following 8 the expiration or termination of this Agreement for any reason, whether with our without good cause, at the option of either of the Parties, with or without notice, 9 the Representative will not compete with Williams and Lake, LLC or its successors and assigns, without the prior written consent of Williams and Lake, 10 LLC within the territory which the Representative is representing. Additionally, the Representative agrees that this non-compete means that he will not perform 11 services related to the services he was providing for Williams and Lake, LLC nor will he allow a third party to provide such services, nor serve as a partner, 12 employee, consultant, officer, director, manager, agent, associate, investor, or otherwise for Williams and Lake, LLC's customers or any business in 13 competition with Williams and Lake, LLC or in competition for Williams and Lake, LLC's customers. Finally, for a period of Twenty-Four (24) months after 14 the termination of this Agreement, the Representative will not hire or solicit, induce, recruit or encourage any employees of Williams and Lake, LLC. to leave 15 the company. [Emphasis Added]

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30. Mr. Jameson advised W&L that he did not need to sign a separate Independent

17 Sales Representative Agreement, because he was in partnership with Mr. Burchett for purposes of

18 selling the SAFETY F1RSTTM product (and then PULSE® powered by SAFETY F1RSTTM

19 product).

20 31. Mr. Jameson agreed to be bound by the terms of the Independent Sales
21 Representative Agreement signed by Mr. Burchett by virtue of their partnership.

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32. Mr. Jameson's stated understanding that he was bound to confidentiality, nondisclosure, and non-competition by the Independent Sales Representative Agreement signed by Mr. Burchett is consistent with paragraph 11 of that Agreement, where it states: *nor will he [Mr.*

25 Burchett] allow a third party to provide such services, nor serve as a partner, employee,

26 *consultant, officer, director, manager, agent, associate, investor, or otherwise for Williams and*

Lake, LLC's customers or any business in competition with Williams and Lake, LLC or in competition for Williams and Lake, LLC's customers.

33. In reliance on the Independent Sales Representative Agreement and Mr. Jameson's affirmative representations that he was bound by its duties of confidentiality, non-disclosure, and non-competition via his partnership with Mr. Burchett, W&L continued to employ Mr. Jameson and Mr. Burchett and allowed them access to W&L's proprietary and confidential information and trade secrets.

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D. W&L'S CONFIDENTIAL AND PROPRIETARY INFORMATION AND TRADE SECRETS

34. The marketing and sale of the modulating brake light was a new business, and as
such, W&L had to learn and develop new business plans, suppliers, strategies, pricing and
commission models, legal strategies to address regulatory issues, marketing techniques, customers,
customer leads, and customer feedback that enabled it to establish a foothold in the automobile
dealership industry, thereby acquiring customers and identifying future business opportunities.
The foregoing types of information and other related information are referred to herein as "W&L's
Confidential Business Information."

35. W&L's Confidential Business Information derived independent economic value,
actual and potential, from not being generally known to or readily ascertainable through
appropriate means by other persons who might obtain economic value from its disclosure or use,
as demonstrated by, for example, W&L's long and expensive learning curve in figuring out how
to enter and successfully grow this business.

36. W&L took efforts that were reasonable under the circumstances to maintain secrecy
of W&L's Confidential Business Information, such as not publicly disclosing such information,
communicating the importance of confidentiality to its personnel, and using the Independent Sales
Representative Agreement, among other steps.

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37. 1 W&L was also secretly working on technical improvements to their modulating 2 brake light product. For example, W&L was working on creating a digital version its modulating 3 brake light product that would include additional functionalities and features made possible by digital circuitry. W&L was also involved in enforcing its patents, and had technical information 4 5 regarding various types of circuitry and functionality that might be alleged to design-around W&L's patents. These technical ideas, functionalities, features, and related information and data 6 are referred to herein as "W&L's Confidential Technical Information." While these labels are 7 8 provided for ease of reference, it is understood that in practice there may be overlap between 9 W&L's Confidential Business Information and W&L's Confidential Technical Information.

38. W&L's Confidential Technical Information derived independent economic value,
actual and potential, from not being generally known to or readily ascertainable through
appropriate means by other persons who might obtain economic value from its disclosure or use,
as demonstrated by, for example, Defendants' profiting from the theft and exploitation of such
information in the marketplace as described herein.

39. W&L took efforts that were reasonable under the circumstances to maintain secrecy
of W&L's Confidential Technical Information, such as not publicly disclosing such information,
communicating the importance of confidentiality to its personnel, and using the Independent Sales
Representative Agreement, among other steps.

40. The accumulation, development and application of this information, knowledge
and experience, collectively, including W&L's Confidential Business Information and W&L's
Confidential Technical Information, constituted either trade secrets as defined under Arizona
Uniform Trade Secrets Act, §44-401 set. Seq. ("<u>Trade Secrets</u>") or confidential information under
state law ("<u>Confidential Information</u>") or both (hereafter collectively "W&L's Confidential
Information and Trade Secrets").

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E. DEFENDANTS' DECEPTIVE MISAPPROPRIATION OF W&L'S CONFIDENTIAL INFORMATION AND TRADE SECRETS TO STEAL BUSINESS FROM W&L AND FRAUDULENTLY OBTAIN PATENTS BASED ON W&L'S IDEAS

41. During their employment by W&L, Mr. Jameson and Mr. Burchett were privy to W&L's Confidential Information and Trade Secrets.

42. Unbeknownst to W&L, while working for W&L as Mr. Burchett's partner, Mr. Jameson started using W&L's Confidential Information and Trade Secrets to establish a business that would directly compete with W&L.

43. As part of his efforts to establish a competing business while working for W&L, Mr. Jameson appropriated W&L's Confidential Information and Trade Secrets to secretly develop a digital version of W&L's modulating brake light that would employ the features and functionalities W&L had already thought of and were actively developing for introduction into the marketplace.

44. W&L began working on a digital version of its modulating brake light in the Fall of 2014.

45. On December 23, 2014, while working for W&L, Mr. Jameson formed Genesis by filing articles of incorporation with the Arizona Corporation Commission Corporations Division.

46. By July 9, 2015, W&L had finalized its list of desired features and functionalities for its digital version of its modulating brake light.

47. On August 20, 2015, while Mr. Jameson was still working for W&L, Genesis secretly filed U.S. patent application Serial No. 14/831,537 for an invention allegedly invented solely by Mr. Jameson. Mr. Jameson's alleged invention was—surprise—a digital version of W&L's modulating brake light that included the features and functionalities W&L had been discussing.

48. Tellingly, Mr. Jameson, acting as Genesis, took the affirmative step of requesting that his patent application be held secret by filing a Nonpublication Request under 35 U.S.C. § 122(b)(2)(B)(i). By taking this step Mr. Jameson forewent certain patent rights to keep his patent

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application secret from W&L until it issued. Or if it never issued, it would never be made public, unlike a normal utility patent application that automatically publishes 18 months after filing.

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49. Not only was Mr. Jameson pursuing his patent application secretly, he was in a hurry. Mr. Jameson paid an extra \$1,000.00 government expedite fee under 37 CFR 1.102(e) to force his patent application through the patent office review process within one year.

- 50. On January 19, 2016, the USPTO issued patent US 9,238,432 B1 to Genesis for Mr. Jameson's claim to a digital version of W&L's product (herein "Mr. Jameson's first patent").

8 51. Unbeknownst to W&L at the time of filing this suit, on December 29, 2015-four months after Mr. Jameson filed his first patent application-Genesis had secretly filed a second 9 10 U.S. patent application Serial No. 14/982,907 as a continuation of Mr. Jameson's first patent 11 application. As a "continuation" application, this second patent application was substantively identical in every way to Mr. Jameson's first patent application, except it included different claims. 12 13 Like Mr. Jameson's first patent application, the invention claimed in the second patent application 14 was allegedly invented solely by Mr. Jameson, and included the features and functionalities W&L 15 had been discussing with Mr. Jameson.

16 52. As in his first patent application, Mr. Jameson, acting as Genesis, took the
affirmative step of requesting that his second patent application be held secret by filing a
Nonpublication Request under 35 U.S.C. § 122(b)(2)(B)(i). By taking this step Mr. Jameson
forewent certain patent rights to keep his second patent application secret from W&L until it
issued. Or if it never issued, it would never be made public, unlike a normal utility patent
application that automatically publishes 18 months after filing.

Son July 11, 2017—four months after W&L filed this lawsuit—the USPTO issued
patent US 9,701,242 B1 to Genesis for Mr. Jameson's additional claims to a digital version of
W&L's product (herein "Mr. Jameson's second patent"; Mr. Jameson's first and second patents
herein "Mr. Jameson's patents").

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Case 4:17-cv-00117-CKJ Document 59 Filed 11/20/17 Page 12 of 35 54. W&L is informed and believes and based thereon alleges that Mr. Jameson is not 1 2 educated as an electrical engineer. 3 55. W&L is informed and believes and based thereon alleges that Mr. Jameson is not 4 trained as an electrical engineer. 5 56. W&L is informed and believes and based thereon alleges that Mr. Jameson is not educated in the design of digital electronics. 6 W&L is informed and believes and based thereon alleges that Mr. Jameson is not 7 57. 8 trained in the design of digital electronics. 9 58. Notwithstanding Mr. Jameson's lack of education and knowledge in electrical 10 engineering and design of digital electronics, Mr. Jameson claimed to be the only inventor of his now-patented invention(s). Specifically, in claim 1 of his first patent, US 9,238,432 B1, Mr. 11 Jameson claimed to have invented, all by himself, the following: 12 13 An electrical apparatus, comprising: a power supply circuit configured to obtain operating energy from a 14 vehicular braking indicator conductor coupled to the power supply circuit; a control circuit coupled to the power supply circuit, the control circuit 15 configured to operate using energy provided by the power supply circuit obtained 16 from the vehicular braking indicator conductor; a switching circuit coupled to the control circuit and coupleable to the 17 vehicular braking indicator conductor, the switching circuit configured to modulate an electrical signal of the vehicular braking conductor to provide a modulated 18 vehicular braking indicator output coupleable to a vehicular braking indicator; wherein the control circuit is configured to control the switching circuit to 19 provide the modulated vehicular braking indicator output including: 20upon receiving the electrical signal of the vehicular braking indicator indicative of an initial brake application, modulating one or more of an output 21 current or voltage provided to the modulated vehicular braking indicator output to vary the apparent intensity of the vehicular braking indicator according to a 22 specified pattern during an initial modulation duration; monitoring a duration of the initial brake application; and 23 in response, when the duration of the initial brake application exceeds the 24 initial modulation duration, continuing to modulate one or more of the output current or voltage in a manner suppressing apparent variation in intensity until at 25 least one of a release of brake application indicated by the electrical signal of the vehicular braking indicator or until a specified timeout duration lapses; 26 in response to monitoring the duration of the initial brake application indicative of continued brake application, and upon lapse of the timeout duration,

re-establishing the modulating one or more of an output current or voltage provided 1 to the modulated vehicular braking indicator output to vary the apparent intensity of the vehicular braking indicator according to the specified pattern for another 2 modulation duration corresponding to the initial modulation duration; initiating a timer upon release of brake application as indicated by 3 monitoring the initial brake application; 4 detecting re-application of the brake indicated by the electrical signal of the vehicular braking indicator; 5 comparing a duration, indicated by the timer, between the release of brake application and an instant of re-application of the brake, to a specified threshold 6 duration; and in response, when the duration between release and re-application of the 7 brake indicated by the electrical signal of the vehicular braking indicator is less than 8 the specified threshold duration, modulating one or more of the output current or voltage in a manner suppressing apparent variation in intensity until at least one of 9 a release of brake application indicated by the electrical signal of the vehicular braking indicator or until the timeout duration lapses. 10 11 And in claim 1 of his second patent, US 9,701,242 B1, Mr. Jameson claimed to have 12 invented, all by himself, the following: 13 An electrical apparatus, comprising: a control circuit; 14 a switching circuit coupled to the control circuit and coupleable to a vehicular braking indicator, the switching circuit configured to modulate an 15 incoming electrical signal to the vehicular braking indicator to provide a modulated vehicular braking indicator output; 16 wherein the control circuit is configured to control the switching circuit to provide the modulated vehicular braking indicator output including: 17 upon receiving the incoming electrical signal indicative of an initial brake application, modulating one or more of an output current or voltage provided to the 18 modulated vehicular braking indicator output to vary the apparent intensity of the vehicular braking indicator according to a specified pattern; 19 monitoring a duration of the initial brake application; and in response, when the duration of the initial brake application exceeds an 20 initial modulation duration, continuing to modulate one or more of the output current or voltage in a manner suppressing apparent variation in intensity but 21 maintaining the vehicular braking indicator output in a manner causing illumination of the vehicular braking indicator. 22 23 59. In order to be the sole inventor of an invention claimed in a US patent, the named 24 inventor must have him-or-herself conceived of the invention recited in the claims, meaning "[t]he 25 inventor must form a definite and permanent idea of the complete and operable invention to 26

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1	establish con	ception[,]" according to the Ninth Edition of the USPTO's Manual of Patent
2	Examining Pr	cocedure (MPEP), Revision 07.2015, Last Revised in November 2015.
3	60.	Mr. Jameson did not himself conceive of the invention(s) described in his patents.
4	61.	Mr. Jameson or person(s) acting on his behalf derived the invention(s) described in
5	his patents fro	om W&L's Confidential and Trade Secret information.
6	62.	Mr. Jameson used W&L's Confidential and Trade Secret information that he
7	misappropriat	ted from W&L to prepare and prosecute the patent applications that led to his patents.
8	63.	As of August 20, 2015 Mr. Jameson had not formed a definite and permanent idea
9	of the comple	te and operable invention described in the claims of his patents.
10	64.	Mr. Jameson did not invent the invention described in his patents.
11	65.	Mr. Jameson is not the inventor of the invention claimed in his patents.
12	66.	Mr. Jameson is not an inventor of the invention claimed in his patents.
13	67.	The inventorship listed on US 9,238,432 B1 is incorrect.
14	68.	The inventorship listed on US 9,238,432 B1 is incorrect due to Mr. Jameson's
15	deceptive inte	ent.
16	69.	The inventorship listed on US 9,701,242 B1 is incorrect.
17	70.	The inventorship listed on US 9,701,242 B1 is incorrect due to Mr. Jameson's
18	deceptive inte	ent.
19	71.	The USPTO would never have granted Mr. Jameson his patents if Mr. Jameson had
20	disclosed to the	he USPTO the extent to which Mr. Jameson or those working on his behalf derived
21	the invention	described in his patents from W&L's Confidential and Trade Secret information.
22	72.	A person of skill in the art would consider the claims in Mr. Jameson's patents
23	anticipated or	obvious, and thus unpatentable, in view of W&L's Confidential and Trade Secret
24	information.	
25	73.	At least Mr. Jameson and Genesis engaged in inequitable conduct before the
26	USPTO in ob	taining Mr. Jameson's patents.

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1	74. Mr. Jameson and Genesis created a competing knock-off product using W&L's
2	Confidential and Trade Secret information, namely a digital version of W&L's modulating brake
3	light that Genesis markets and sells under the name of "Sure Stop Technology TM ", also referred to
4	as the "Genesis Brake Light System."
5	75. Mr. Jameson's knock-off product incorporates the features of the PULSE®
6	powered by SAFETY F1RST [™] product, including the unique secondary lockout.
7	76. In a promotional video on the Genesis webpage as of 3/9/2017, Genesis describes
8	the secondary lockout feature of its product as follows:
9	If you're on and off the brake in stop-and-go traffic, it will modulate but it will
10	not be visible, so it will appear to function normally as a regular brake light would. This process, or this concept, won't irritate drivers in stop-and-go traffic but is automaly affective as a rear and collision determent as a counter measure
11	but is extremely effective as a rear end collision deterrent, as a counter measure for braking indication.
12	77. Mr. Jameson had his knock-off product designed to have a delay function that
13	would take advantage of a business strategy W&L had developed in order to address certain
14	regulatory issues.
14 15	regulatory issues. 78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his
15	78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his
15 16	78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his knock-off product designed so that it would arguably not infringe W&L's patents.
15 16 17	 78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his knock-off product designed so that it would arguably not infringe W&L's patents. 79. In the promotional biography posted on the Genesis website entitled "Our Story,"
15 16 17 18	 78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his knock-off product designed so that it would arguably not infringe W&L's patents. 79. In the promotional biography posted on the Genesis website entitled "Our Story," Mr. Jameson admitted that: "All of the people who comprise Genesis Systems are working full
15 16 17 18 19	 78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his knock-off product designed so that it would arguably not infringe W&L's patents. 79. In the promotional biography posted on the Genesis website entitled "Our Story," Mr. Jameson admitted that: "All of the people who comprise Genesis Systems are working full time jobs while working to launch Genesis into success." Thus, while working for W&L Mr.
15 16 17 18 19 20	 78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his knock-off product designed so that it would arguably not infringe W&L's patents. 79. In the promotional biography posted on the Genesis website entitled "Our Story," Mr. Jameson admitted that: "All of the people who comprise Genesis Systems are working full time jobs while working to launch Genesis into success." Thus, while working for W&L Mr. Jameson was actively engaged in his scheme to launch and operate Genesis to compete with W&L
15 16 17 18 19 20 21	 78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his knock-off product designed so that it would arguably not infringe W&L's patents. 79. In the promotional biography posted on the Genesis website entitled "Our Story," Mr. Jameson admitted that: "All of the people who comprise Genesis Systems are working full time jobs while working to launch Genesis into success." Thus, while working for W&L Mr. Jameson was actively engaged in his scheme to launch and operate Genesis to compete with W&L by exploiting W&L's Confidential and Trade Secret information.
 15 16 17 18 19 20 21 22 	 78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his knock-off product designed so that it would arguably not infringe W&L's patents. 79. In the promotional biography posted on the Genesis website entitled "Our Story," Mr. Jameson admitted that: "All of the people who comprise Genesis Systems are working full time jobs while working to launch Genesis into success." Thus, while working for W&L Mr. Jameson was actively engaged in his scheme to launch and operate Genesis to compete with W&L by exploiting W&L's Confidential and Trade Secret information. 80. Defendants' use of W&L's Confidential and Trade Secret information has caused
 15 16 17 18 19 20 21 22 23 	 78. Mr. Jameson used W&L's Confidential and Trade Secret information to have his knock-off product designed so that it would arguably not infringe W&L's patents. 79. In the promotional biography posted on the Genesis website entitled "Our Story," Mr. Jameson admitted that: "All of the people who comprise Genesis Systems are working full time jobs while working to launch Genesis into success." Thus, while working for W&L Mr. Jameson was actively engaged in his scheme to launch and operate Genesis to compete with W&L by exploiting W&L's Confidential and Trade Secret information. 80. Defendants' use of W&L's Confidential and Trade Secret information has caused or is likely to cause competitive or commercial injury to W&L by, among other things, giving

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Confidential and Trade Secret information, resulting in diverting existing and potential customers
 away from W&L to Defendants, reducing demand for and prestige of W&L's product, eroding
 prices that W&L can charge, tarnishing W&L's reputation, and placing W&L in a false negative
 light relative to Defendants.

5 81. Defendants' fraudulently obtaining two US patents on invention(s) that were
6 improperly derived from W&L's Confidential and Trade Secret information damages W&L in the
7 additional and very important way that W&L cannot make, use, sell, offer for sale, or import a
8 product that infringes US 9,238,432 B1 or US 9,701,242 B1, thereby seriously impeding W&L
9 from introducing its own digital version.

10 82. W&L is informed and believes and based thereon alleges that Defendants will
11 continue to improperly exploit W&L's Confidential and Trade Secret information to steal W&L's
12 customers and potential customers and otherwise unfairly compete with W&L unless enjoined by
13 this Court.

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F. DEFENDANTS' FALSE ADVERTISING AND UNFAIR COMPETITION

Mr. Jameson has aggressively marketed himself and his company Genesis and their
knock-off modulating brake light circuit as superior to W&L and its modulating brake light circuit
by advertising and promoting that Mr. Jameson has invented and patented a digital version that
includes features and benefits that in reality Mr. Jameson did not invent, but rather derived from
W&L's Confidential and Trade Secret information. These and other statements made in
advertising and promotion by Mr. Jameson and Genesis are false or misleading statements of fact
(herein collectively "Defendants' False Advertising Statements").

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84. Defendants have made and repeated their False Advertising Statements in commercial advertisements and promotions in interstate commerce, including on the Internet.

24 85. Defendants' False Advertising Statements deceive or are likely to deceive the
25 public in a material way, including wholesale and retail purchasers of modulating brake light
26 circuits, and other competitors. For example, Defendants' False Advertising Statements

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deceptively indicate that Defendants are the technology leaders with the latest know-how in the
 field, when in reality they stole their ideas from W&L. Defendants' False Advertising Statements
 also deceptively indicate that Mr. Jameson is a knowledgeable and innovative inventor of the
 patented technology, when in fact he did not invent what is described in his patent.

5 86. Defendants' False Advertising Statements have caused or are likely to cause
6 competitive or commercial injury to W&L by, among other things, diverting existing and potential
7 customers away from W&L to Defendants, reducing demand for and prestige of W&L's product,
8 eroding prices that W&L can charge, tarnishing W&L's reputation, and placing W&L in a false
9 negative light relative to Defendants.

10 87. W&L is informed and believes and based thereon alleges that Defendants will
11 continue to make their False Advertising Statements unless enjoined by this Court.

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COUNT I (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,238,432 B1 is Invalid)

15 88. W&L incorporates as fully restated herein each of the allegations and averments in
16 the preceding paragraphs.

17 89. This is a count for declaratory judgment seeking a declaration of invalidity of US
18 Patent 9,238,432 B1 ("Mr. Jameson's first patent") pursuant to the Declaratory Judgment Act, 28
19 U.S.C. §§ 2201 and 2202, and the Patent Laws of the United States, 35 U.S.C. §§ 100 et seq.

90. Genesis alleges it is the owner of Mr. Jameson's first patent, which is entitled
Customizable Modulator For Vehicular Braking Indication. A true and correct copy of Mr.
Jameson's first patent, including its file history, is attached hereto as Exhibit No. 3.

91. Mr. Jameson and Genesis have made the existence of Mr. Jameson's patent and his
alleged invention of the technology described therein the centerpiece of Genesis's marketing
efforts to differentiate Genesis from W&L based on the false premise that Mr. Jameson invented
the digital version of a modulating brake light.

92. For example, as of 3/9/2017 the following narrative, with emphasis added, appears

prominently on Genesis's website located at <u>http://surestoptech.com/about/</u>:

3 Our Story

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Our story is of humble beginnings in Tucson Arizona. An idea born for safety and 4 developed out of necessity. Genesis Systems was started by an individual who sought the council of many and eventually was granted a patent for his invention. 5 With the advent of the smart phones and the increasing distractions in our daily 6 lives, the need for a rear end collision countermeasure is widely recognized. There are a few other products available for increased braking awareness, but Genesis 7 Sure Stop TechnologyTM is the only truly digital product that is pre-programmed for the retailer. Genesis is the only product available that is designed and made in 8 the USA. The most important feature is that this product continues to protect the occupants of a vehicle after it is stopped, far surpassing any other product on the 9 market. With the vast majority of rear end collisions occurring after the vehicle is 10 stopped it seems like the other guys are missing the boat in achieving comprehensive protection from rear end collision. Utilizing pulse width 11 modulation and a pre-programmed pattern Genesis "Sure Stop Technology" is the best option available. 12

13 The United States Patent Office has a program for "Micro Entity" businesses that allows a Micro Entity to take precedence and to have a reduced fee schedule for 14 patent applications. Genesis Systems LLC has successfully achieved a patent through this new process. After filing a patent application on August 26th, 2015 15 we at Genesis thought it would be a year or two before we would be granted a patent. Imagine to our surprise when on January 19th, 2016 our patent was 16 issued. The company is in the startup phase with a unique marketing strategy using "Made in USA" as one of our draws. All of the people who comprise Genesis 17 Systems are working full time jobs while working to launch Genesis into success. 18 We all believe in the product and the need for this rear end collision countermeasure. 19

In the mid 1980's it became mandatory for passenger vehicles to be equipped with a center high mounted stop lamps. At that time we didn't know that an improvement to that mandate would come along. This idea and Genesis Systems Sure Stop TechnologyTM is that improvement. It is our desire to improve the lives of all the motoring public with a very simple yet extremely effective device. Our device is the most comprehensive protection from rear end collision available. Please help us to make the general public aware that this safety device is available at participating retailers. You can contact us through our website at GenesisBLS.com.

- 25 93. The inventorship problems with Mr. Jameson's patents are at least two-fold: first,
- 26 he does not have the technical background to be the sole inventor of what is described and claimed

in his patents; and second, he derived the information described and claimed in those patents from secret W&L materials. For these reasons his patents are incurably invalid under 35 U.S.C. § 101.

94. There is a substantial controversy between W&L and Genesis over the validity of Mr. Jameson's patents for at least two reasons. First, Mr. Jameson and Genesis are diverting existing and potential customers away from W&L to Defendants, reducing demand for and prestige of W&L's product, eroding prices that W&L can charge, tarnishing W&L's reputation, and placing W&L in a false negative light relative to Defendants, all by touting Mr. Jameson's technological leadership in supposedly inventing and patenting the digital version of a modulating brake light. However, as explained elsewhere herein, that is a lie, because Mr. Jameson did not invent that technology; he derived it from W&L's own secret design for a digital device. But as long as Mr. Jameson's patents exist, W&L has no way to challenge Genesis's marketing with Mr. Jameson's patents and W&L will continue to be damaged by the misperceptions of inventorship created by their continuing existence.

14 95. W&L's plan to compete with Genesis includes continuing with its plan to release
15 W&L's digital modulating brake light circuit. But that creates a second substantial controversy
16 between W&L and Genesis, because W&L has a reasonable apprehension of being sued for
17 infringement by Genesis when W&L launches its digital modulating brake light circuit, since its
18 planned features were the basis for Mr. Jameson's patent applications. Alternatively, because of
19 Mr. Jameson's patents, W&L will be limited in the features it can offer in its digital modulating
20 brake light circuit, to the distinct and unfair advantage of Defendants.

96. W&L is impeded from moving forward with releasing its digital modulating brake
light circuit because of Mr. Jameson's improperly-obtained patents, and in the meantime Genesis
is ravaging W&L's business to customers precisely because W&L does not sell a digital
modulating brake light circuit to compete with Genesis. In light of these unusual and egregious
facts, this controversy is of sufficient immediacy and reality to justify the issuance of a declaratory
judgment regarding the parties' respective rights as they relate to Mr. Jameson's patents.

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1	97.	A judicial declaration is necessary and appropriate so that W&L may continue its
2	commercial a	ctivities without fear of Mr. Jameson's patents, and so that W&L can engage in a
3	corrective adv	vertising marketing campaign to set the record straight and save its business.
4	WHE	REFORE, W&L prays for judgment as follows:
5	А.	An Order that US Patent 9,238,432 B1 is invalid.
6	В.	A finding that Mr. Jameson is not the inventor of US Patent 9,238,432 B1, and that
7	the inventorsh	ip listed on the patent is incorrect due to Mr. Jameson's deceptive intent.
8	C.	A finding that Mr. Jameson derived the invention described in US Patent 9,238,432
9	B1 from non-	public information obtained from W&L.
10	D.	A finding that Mr. Jameson, acting on behalf of Genesis, obtained US Patent
11	9,238,432 B1	fraudulently and committed inequitable conduct.
12	E.	A finding that the case is exceptional.
13	F.	An award of reasonable attorney fees and cost against Genesis Systems, LLC; and
14	G.	Any additional remedy that the Court deems just and appropriate.
14 15 16	G.	Any additional remedy that the Court deems just and appropriate. COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,701,242 B1 is Invalid)
15	G. 98.	COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that
15 16		COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,701,242 B1 is Invalid) W&L incorporates as fully restated herein each of the allegations and averments in
15 16 17	98.	COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,701,242 B1 is Invalid) W&L incorporates as fully restated herein each of the allegations and averments in
15 16 17 18	98. the preceding 99.	COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,701,242 B1 is Invalid) W&L incorporates as fully restated herein each of the allegations and averments in paragraphs.
15 16 17 18 19	98. the preceding 99. Patent 9,701,2	COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,701,242 B1 is Invalid) W&L incorporates as fully restated herein each of the allegations and averments in paragraphs. This is a count for declaratory judgment seeking a declaration of invalidity of US
15 16 17 18 19 20	98. the preceding 99. Patent 9,701,2	COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,701,242 B1 is Invalid) W&L incorporates as fully restated herein each of the allegations and averments in paragraphs. This is a count for declaratory judgment seeking a declaration of invalidity of US 242 B1 ("Mr. Jameson's second patent") pursuant to the Declaratory Judgment Act,
15 16 17 18 19 20 21	98. the preceding 99. Patent 9,701,2 28 U.S.C. §§ 100.	COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,701,242 B1 is Invalid) W&L incorporates as fully restated herein each of the allegations and averments in paragraphs. This is a count for declaratory judgment seeking a declaration of invalidity of US 242 B1 ("Mr. Jameson's second patent") pursuant to the Declaratory Judgment Act, 2201 and 2202, and the Patent Laws of the United States, 35 U.S.C. §§ 100 et seq.
 15 16 17 18 19 20 21 22 	98. the preceding 99. Patent 9,701,2 28 U.S.C. §§ 100. Customizable	COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,701,242 B1 is Invalid) W&L incorporates as fully restated herein each of the allegations and averments in paragraphs. This is a count for declaratory judgment seeking a declaration of invalidity of US 242 B1 ("Mr. Jameson's second patent") pursuant to the Declaratory Judgment Act, 2201 and 2202, and the Patent Laws of the United States, 35 U.S.C. §§ 100 et seq. Genesis alleges it is the owner of Mr. Jameson's second patent, which is entitled
 15 16 17 18 19 20 21 22 23 	98. the preceding 99. Patent 9,701,2 28 U.S.C. §§ 100. Customizable	COUNT II (Declaratory Judgment as to Mr. Jameson and Genesis that US Patent 9,701,242 B1 is Invalid) W&L incorporates as fully restated herein each of the allegations and averments in paragraphs. This is a count for declaratory judgment seeking a declaration of invalidity of US 242 B1 ("Mr. Jameson's second patent") pursuant to the Declaratory Judgment Act, 2201 and 2202, and the Patent Laws of the United States, 35 U.S.C. §§ 100 et seq. Genesis alleges it is the owner of Mr. Jameson's second patent, which is entitled Modulator For Vehicular Braking Indication. A true and correct copy of Mr.

efforts to differentiate Genesis from W&L based on the false premise that Mr. Jameson invented

the digital version of a modulating brake light.

102. For example, as of 3/9/2017, the following narrative, with emphasis added, appears

prominently on Genesis's website located at <u>http://surestoptech.com/about/</u>:

Our Story

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Our story is of humble beginnings in Tucson Arizona. An idea born for safety and developed out of necessity. Genesis Systems was started by an individual who sought the council of many and eventually was granted a patent for his invention. With the advent of the smart phones and the increasing distractions in our daily lives, the need for a rear end collision countermeasure is widely recognized. There are a few other products available for increased braking awareness, but Genesis Sure Stop TechnologyTM is **the only truly digital product** that is pre-programmed for the retailer. Genesis is the only product available that is designed and made in the USA. The most important feature is that this product continues to protect the occupants of a vehicle after it is stopped, far surpassing any other product on the market. With the vast majority of rear end collisions occurring after the vehicle is stopped it seems like the other guys are missing the boat in achieving comprehensive protection from rear end collision. Utilizing pulse width modulation and a pre-programmed pattern Genesis "Sure Stop Technology" is the best option available.

- 15 The United States Patent Office has a program for "Micro Entity" businesses that allows a Micro Entity to take precedence and to have a reduced fee schedule for 16 patent applications. Genesis Systems LLC has successfully achieved a patent through this new process. After filing a patent application on August 26th, 2015 17 we at Genesis thought it would be a year or two before we would be granted a patent. Imagine to our surprise when on January 19th, 2016 our patent was 18 issued. The company is in the startup phase with a unique marketing strategy using 19 "Made in USA" as one of our draws. All of the people who comprise Genesis Systems are working full time jobs while working to launch Genesis into success. 20 We all believe in the product and the need for this rear end collision countermeasure. 21
- In the mid 1980's it became mandatory for passenger vehicles to be equipped with a center high mounted stop lamps. At that time we didn't know that an improvement to that mandate would come along. This idea and Genesis Systems Sure Stop TechnologyTM is that improvement. It is our desire to improve the lives of all the motoring public with a very simple yet extremely effective device. Our device is the most comprehensive protection from rear end collision available. Please help us to make the general public aware that this safety device is available at participating retailers. You can contact us through our website at GenesisBLS.com.

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103. The inventorship problems with Mr. Jameson's patents are at least two-fold: first, he does not have the technical background to be the sole inventor of what is described and claimed in his patents; and second, he derived the information described and claimed in those patents from secret W&L materials. For these reasons his patents are incurably invalid under 35 U.S.C. § 101.

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5 104. There is a substantial controversy between W&L and Genesis over the validity of Mr. Jameson's patents for at least two reasons. First, Mr. Jameson and Genesis are diverting 6 7 existing and potential customers away from W&L to Defendants, reducing demand for and 8 prestige of W&L's product, eroding prices that W&L can charge, tarnishing W&L's reputation, 9 and placing W&L in a false negative light relative to Defendants, all by touting Mr. Jameson's 10 technological leadership in supposedly inventing and patenting the digital version of a modulating 11 brake light. However, as explained elsewhere herein, that is a lie, because Mr. Jameson did not 12 invent that technology; he derived it from W&L's own secret design for a digital device. But as 13 long as Mr. Jameson's patents exist, W&L has no way to challenge Genesis's marketing with Mr. Jameson's patents and W&L will continue to be damaged by the misperceptions of inventorship 14 15 created by their continuing existence.

16 105. W&L's plan to compete with Genesis includes continuing with its plan to release
17 W&L's digital modulating brake light circuit. But that creates a second substantial controversy
18 between W&L and Genesis, because W&L has a reasonable apprehension of being sued for
19 infringement by Genesis when W&L launches its digital modulating brake light circuit, since its
20 planned features were the basis for Mr. Jameson's patent applications. Alternatively, because of
21 Mr. Jameson's patents, W&L will be limited in the features it can offer in its digital modulating
22 brake light circuit, to the distinct and unfair advantage of Defendants.

106. W&L is impeded from moving forward with releasing its digital modulating brake
light circuit because of Mr. Jameson's improperly-obtained patents, and in the meantime Genesis
is ravaging W&L's business to customers precisely because W&L does not sell a digital
modulating brake light circuit to compete with Genesis. In light of these unusual and egregious

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1	facts, this con	troversy is of sufficient immediacy and reality to justify the issuance of a declaratory
2	judgment reg	arding the parties' respective rights as they relate to Mr. Jameson's patents.
3	107.	A judicial declaration is necessary and appropriate so that W&L may continue its
4	commercial a	activities without fear of Mr. Jameson's patents, and so that W&L can engage in a
5	corrective adv	vertising marketing campaign to set the record straight and save its business.
6	WHE	REFORE, W&L prays for judgment as follows:
7	А.	An Order that US Patent 9,701,242 B1 is invalid.
8	В.	A finding that Mr. Jameson is not the inventor of US Patent 9,701,242 B1, and that
9	the inventors	hip listed on the patent is incorrect due to Mr. Jameson's deceptive intent.
10	C.	A finding that Mr. Jameson derived the invention described in US Patent 9,701,242
11	B1 from non-	public information obtained from W&L.
12	D.	A finding that Mr. Jameson, acting on behalf of Genesis, obtained US Patent
13	9,701,242 B1	fraudulently and committed inequitable conduct.
14	E.	A finding that the case is exceptional.
15	F.	An award of reasonable attorney fees and cost against Genesis Systems, LLC; and
16	G.	Any additional remedy that the Court deems just and appropriate.
17		
18	(Violation	COUNT III of Arizona Uniform Trade Secrets Act, §44-401 et. seq., as to all Defendants)
19	108.	W&L incorporates as fully restated herein each of the allegations and averments in
20	the preceding	paragraphs.
21	109.	During their employment by W&L, Mr. Jameson and Mr. Burchett had access to
22	and knowledg	ge of W&L's Trade Secrets.
23	110.	These Trades Secrets were developed by W&L over time and after investment of
24	substantial re	esources for purposes of operating a successful business for the manufacturing,
25	marketing, ar	nd sale of a modulating brake light to automobile dealerships.
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111. These Trade Secrets, derived from years of experience and investment of resources in learning how to successfully penetrate the marketplace to sell the modulating brake lights to automobile dealerships, have independent economic value by not being generally known or readily ascertainable, and were used by the Defendants in launching and operating its competing business.

112. W&L took reasonable precautions under the circumstances to maintain the secrecy of these Trade Secrets by requiring its sales agents to sign agreements acknowledging the confidentiality of such information and the requirement not to disclose the Trade Secrets, among other steps.

9 113. The Trade Secrets were otherwise never published, disseminated or made known
10 by W&L to the general public.

11 114. The Trade Secrets were only discussed and disclosed to Mr. Jameson and Mr.
12 Burchett in confidence and with the understanding and reasonable expectation that they would not
13 improperly disclose or use such Trade Secrets to the detriment and competitive harm of W&L.

14 115. Mr. Jameson and Mr. Burchett acquired knowledge of the Trade Secrets under a15 duty to maintain their secrecy.

16 116. The Trade Secrets were acquired by Mr. Jameson and Mr. Burchett under such
17 circumstances as giving a rise to a duty on their behalf to maintain their secrecy.

18 117. Genesis has misappropriated the Trade Secrets through improper means in that Mr.
19 Jameson and Mr. Burchett have disclosed the Trade Secrets to Genesis, with all Defendants
20 knowing that Mr. Jameson and Mr. Burchett had disclosed such Trade Secrets in breach of their
21 duty to maintain its secrecy.

118. Defendants' deceptive conduct in taking advantage of Mr. Jameson's relationship
with Mr. Dorsey and employment relationship with W&L to acquire and use the Trade Secrets to
plan, launch and operate a competing business was willful and malicious.

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119. W&L has been and is being irreparably damaged by Defendants' conduct, both in terms of direct monetary loss and incalculable and non-monetary damages to W&L's reputation and position in the marketplace for which there is no adequate remedy at law.

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120. W&L is informed and believes and based thereon alleges that Defendants' deceptive conduct in operating a competing business through the improper use of W&L's Trade Secrets will continue unless enjoined by this Court.

WHEREFORE, W&L demands judgment as follows:

8 A. Injunctive relief enjoining Genesis Systems, LLC, Mr. George Jameson, and Mr.
9 Randy Burchett from continuing to operate and sell its competing modulating brake light;

B. Entry of a money judgment against Genesis Systems, LLC, Mr. George Jameson,
and Mr. Randy Burchett, jointly and severally, for damages incurred equal to the profits either
obtained by Genesis Systems, LLC, or the lost profits suffered by Williams and Lake, LLC as a
result of the business activity of Genesis Systems, LLC.;

C. To the extent not included as part of the money damages awarded under paragraph
(B), entry of a money judgment against Genesis Systems, LLC, Mr. George Jameson, and Mr.
Randy Burchett, jointly and severally, for damages equal to the unjust enrichment caused by the
misappropriation that is not taken into account in computing actual loss;

- D. Alternatively, if larger, entry of a money judgment against Genesis Systems, LLC,
 Mr. George Jameson, and Mr. Randy Burchett, jointly and severally, in an amount equal to a
 reasonable royalty on the sale of all modulating brake lights by Genesis Systems, LLC;
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E. An award sufficient for effective corrective advertising and brand rehabilitation.

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F.

An award sufficient for effective customer relationship rebuilding efforts.

G. An award sufficient to compensate W&L for its inability to get a patent on its own
invention(s) in view of Defendants' first-filing patent applications derived from ideas Defendants
improperly obtained from W&L, including losses up to 20 years in the future both in profits and
market share.

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H. As award of punitive damages against Genesis Systems, LLC, Mr. George 1 2 Jameson, and Mr. Randy Burchett, jointly and severally, equal to amount double the award of 3 compensatory damages; 4 I. An award of reasonable attorney fees and cost against Genesis Systems, LLC, Mr. 5 George Jameson, and Mr. Randy Burchett, jointly and severally; 6 J. Any additional remedy that the Court deems just and appropriate. 7 COUNT IV (Breach of Duty of Loyalty and Fiduciary Duty as to Mr. Jameson and Mr. Burchett) 8 9 121. W&L incorporates as fully restated herein each of the allegations and averments in 10 the preceding paragraphs. 11 122. As an agent of W&L, Mr. Jameson and Mr. Burchett had a duty to act with entire 12 good faith and loyalty in furtherance of the interest of W&L in all matters concerning the scope of 13 their agency. 14 123. Mr. Jameson and Mr. Burchett had access to and use of W&L's Confidential 15 Information for purposes of performing their duties on behalf of W&L 16 124. This Confidential Information was developed by W&L for purposes of operating a 17 successful business for the manufacturing, marketing, and sale of modulating brake lights to 18 automobile dealerships. 19 125. While working for W&L, Mr. Jameson engaged in substantial design and 20 development plans for launching and operating Genesis for purposes of selling a competing 21 modulating brake light. 22 Mr. Jameson's conduct, with the assistance of Mr. Burchett, exceeded permissible 126. 23 preparation to compete and violated their duty of loyalty and fiduciary obligations to W&L. 24 127. Mr. Jameson and Mr. Burchett used W&L's Confidential Information for their own 25 purposes while employed by W&L, and afterwards, to plan, launch and operate Genesis for 26 purposes of selling a competing modulating brake light.

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128. Mr. Jameson and Mr. Burchett acquired the Confidential Information with the knowledge and expectation that such information was deemed confidential and proprietary and was not be used by them for purposes of planning and launching a competing business.

129. W&L took reasonable precautions under the circumstances to maintain the confidentiality of the Confidential Information by requiring its sales agents to sign agreements acknowledging the confidentiality of such information and requirement not to disclose the Confidential Information.

8 130. W&L's Confidential Information was not published, disseminated or made known
9 to the general public.

10 131. W&L's Confidential Information was only discussed and disclosed to Mr. Jameson
 11 and Mr. Burchett in confidence and with the understanding and expectation that they would not
 12 improperly disclose such Confidential Information to the competitive harm of W&L.

13 132. Mr. Jameson and Mr. Burchett acquired such Confidential Information under a duty
to maintain its secrecy.

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133. Genesis has improperly acquired and used W&L's Confidential Information.

16 134. Mr. Jameson and Mr. Burchett have breached their duty of loyalty and breach of17 fiduciary duty as a result of the forgoing conduct.

18 135. Defendants' deceptive conduct in taking advantage of Mr. Jameson's relationship
19 with Mr. Dorsey and employment relationship with W&L to acquire and use W&L's Confidential
20 Information to plan, launch, and operate a competing business was willful and malicious.

136. W&L has been and is being irreparably damaged by Defendants' conduct, both in
terms of direct monetary loss and incalculable and non-monetary damages to W&L's reputation
and position in the marketplace for which there is no adequate remedy at law.

24 137. W&L is informed and believes and based thereon alleges that Defendants'
25 deceptive conduct in operating a competing business using information improperly gained through
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Mr. Jameson's and Mr. Burchett's breach of duty of loyalty and fiduciary duty will continue unless enjoined by this Court.

WHEREFORE, W&L demands judgment as follows:

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A. Injunctive relief enjoining Genesis Systems, LLC, Mr. George Jameson, and Mr. Randy Burchett from continuing to operate and sell its competing modulating brake light;

6 B. Entry of a money judgment against Genesis Systems, LLC, Mr. George Jameson, and Mr. Randy Burchett jointly and severally, for damages incurred equal to the profits either 7 8 obtained by Genesis Systems, LLC, or the lost profits suffered by Williams and Lake, LLC as a result of the business activity of Genesis Systems, LLC.;

10 C. Alternatively, if larger, entry of a money judgment against Genesis Systems, LLC, 11 Mr. George Jameson, and Mr. Randy Burchett jointly and severally, in an amount equal to an 12 award of a reasonable royalty on the sale of all modulating brake lights by Genesis Systems, LLC;

13 D. As award of punitive damages against Genesis Systems, LLC, Mr. George 14 Jameson, and Mr. Randy Burchett, jointly and severally, equal to amount double the award of 15 compensatory damages;

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E.

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An award sufficient for effective corrective advertising and brand rehabilitation.

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An award sufficient for effective customer relationship rebuilding efforts.

18 G. An award sufficient to compensate W&L for its inability to get a patent on its own 19 invention(s) in view of Defendants' first-filing patent applications derived from ideas Defendants 20 improperly obtained from W&L, including losses up to 20 years in the future both in profits and 21 market share.

22 H. An award of reasonable attorney fees and cost against Genesis Systems, LLC, Mr. George Jameson, and Mr. Randy Burchett, jointly and severally; 23

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Any additional remedy that the Court deems just and appropriate.

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COUNT V (Breach of Contract as to Mr. Jameson and Mr. Burchett)

W&L incorporates as fully restated herein each of the allegations and averments in 138. the preceding paragraphs.

139. Mr. Jameson and Mr. Burchett have breached their contractual obligations to maintain the confidentiality of W&L's Trade Secrets and Confidential Information and to not compete or aid others in competing with W&L.

140. W&L has been damaged as a result of this breach as a result of Genesis taking 8 advantage of and using the Trade Secrets and Confidential Information to inflict competitive harm) upon W&L.)

141. W&L has been and is being irreparably damaged by Defendants' conduct, both in 2 terms of direct monetary loss and incalculable and non-monetary damages to W&L's reputation R and position in the marketplace for which there is no adequate remedy at law.

142. W&L is informed and believes and based thereon alleges that Mr. Jameson's and 1 5 Mr. Burchett's deceptive conduct in breach of their contractual obligations will continue unless 5 enjoined by this Court.

WHEREFORE, W&L demands judgment as follows:

3 A. Injunctive relief enjoining Mr. George Jameson and Mr. Randy Burchett from) continuing to operate and sell its competing modulating brake light; and/or;

Β.) Entry of a money judgment against Mr. George Jameson and Mr. Randy Burchett jointly and severally, for damages incurred equal to the profits either obtained by Genesis Systems, 2 LLC, or the lost profits suffered by Williams and Lake, LLC as a result of the business activity of 23 Genesis Systems, LLC.;

C. 24 Alternatively, if larger, entry of money judgment against Mr. George Jameson and 25 Mr. Randy Burchett jointly and severally, in an amount equal to a reasonable royalty on the sale 26 of all modulating brake lights by Genesis Systems, LLC;

1	D.	An award sufficient for effective corrective advertising and brand rehabilitation.
2	E.	An award sufficient for effective customer relationship rebuilding efforts.
3	F.	An award sufficient to compensate W&L for its inability to get a patent on its own
4	invention(s) in	n view of Defendants' first-filing patent applications derived from ideas Defendants
5	improperly ob	ptained from W&L, including losses up to 20 years in the future both in profits and
6	market share.	
7	G.	An award of reasonable attorney fees and cost against Mr. George Jameson and Mr.
8	Randy Burche	ett, jointly and severally; and
9	H.	Any additional remedy that the Court deems just and appropriate.
10		COUNT VI
11		(Common Law Unfair Competition as to all Defendants)
12	143.	W&L incorporates as fully restated herein each of the allegations and averments in
13	the preceding	paragraphs.
14	144.	Genesis has engaged in unfair competition under the common law of Arizona and
15	the several sta	ates by the use of W&L's Confidential Information and Trade Secrets to compete
16	with W&L an	d by engaging in false and deceptive advertising.
17	145.	W&L has been and is being irreparably damaged by Defendants' conduct, both in
18	terms of direc	et monetary loss and incalculable and non-monetary damages to W&L's reputation
19	and position is	n the marketplace for which there is no adequate remedy at law.
20	146.	W&L is informed and believes and based thereon alleges that Defendants' false
21	and deceptive	advertising and other unfair competition in operating a competing business using
22	information in	mproperly gained through Mr. Jameson's and Mr. Burchett's breach of their duties
		olation of, state and federal common and statutory law and contract will continue
23	under, and vie	· · · · · · · · · · · · · · · · · · ·
23 24		ed by this Court.

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WHEREFORE, W&L demands judgment as follows:

A. Injunctive relief enjoining Genesis Systems, LLC from continuing to operate and sell its competing modulating brake light and making false or misleading statements;

Β. Entry of a money judgment against Genesis Systems, LLC for damages incurred equal to the profits either obtained by Genesis Systems, LLC, or the lost profits suffered by Williams and Lake, LLC as a result of the business activity of Genesis Systems, LLC.;

C. Alternatively, if larger, entry of money judgment against Genesis Systems, LLC in an amount equal to a reasonable royalty on the sale of all modulating brake lights by Genesis Systems, LLC;

D. An award sufficient for effective corrective advertising and brand rehabilitation.

E. An award sufficient for effective customer relationship rebuilding efforts.

F. An award sufficient to compensate W&L for its inability to get a patent on its own invention(s) in view of Defendants' first-filing patent applications derived from ideas Defendants improperly obtained from W&L, including losses up to 20 years in the future both in profits and market share.

G. An award of reasonable attorney fees and cost against Genesis Systems, LLC; and H. Any additional remedy that the Court deems just and appropriate.

COUNT VII (Intentional Interference with Prospective Economic Advantage as to all Defendants)

147. W&L incorporates as fully restated herein each of the allegations and averments in the preceding paragraphs.

148. W&L has and has had economic relationships with various third persons, including customers and potential customers, that contain the probability of future economic benefit to W&L. W&L's Confidential Information and Trade Secrets comprised, among other things, customer names, pricing, and identities of potential customers, along with the represented 25 26 prospective business opportunities of W&L (herein, "W&L's economic relationships").

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1 149. By their position of trust within W&L and their access to W&L's Confidential
 2 Information and Trade Secrets, Defendants had first-hand knowledge of the existence of W&L's
 3 economic relationships.

150. Defendants engaged in intentional acts designed to disrupt W&L's economic relationships, including that Genesis improperly used W&L's Confidential Information and Trade Secrets, which comprised, among other things, business plans, strategies, pricing models, legal strategies to address regulatory issues, and marketing techniques, along with the Confidential Information, to divert and usurp W&L's existing and prospective business opportunities.

9 151. W&L's economic relationships have actually been disrupted by Defendants'
10 actions, in that W&L has lost existing business or been unable to make sales to prospective
11 customers, or both, as a direct results of Defendants' improper actions.

12 152. W&L has been foreseeably damaged as a direct result of the aforesaid tortious13 conduct by the Defendants.

14 153. W&L has been and is being irreparably damaged by Defendants' conduct, both in
15 terms of direct monetary loss and incalculable and non-monetary damages to W&L's reputation
16 and position in the marketplace for which there is no adequate remedy at law.

17 154. W&L is informed and believes and based thereon alleges that Defendants'
18 intentional interference with prospective economic advantage in operating a competing business
19 using information improperly gained through Mr. Jameson's and Mr. Burchett's breach of their
20 duties under, and violation of, state and federal common and statutory law and contract will
21 continue unless enjoined by this Court.

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WHEREFORE, W&L demands judgment as follows:

A. Injunctive relief enjoining Genesis Systems, LLC, Mr. George Jameson, and Mr.
Randy Burchett from continuing to operate and sell its competing modulating brake light;

B. Entry of a money judgment against Genesis Systems, LLC, Mr. George Jameson,
and Mr. Randy Burchett jointly and severally, for damages incurred equal to the profits either

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obtained by Genesis Systems, LLC, or the lost profits suffered by Williams and Lake, LLC as a result of the business activity of Genesis Systems, LLC;

- C. Alternatively, if larger, entry of a money judgment against Genesis Systems, LLC,
 Mr. George Jameson, and Mr. Randy Burchett jointly and severally, in an amount equal to an
 award of a reasonable royalty on the sale of all modulating brake lights by Genesis Systems, LLC;

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An award sufficient for effective corrective advertising and brand rehabilitation.

D.

E.

I.

An award sufficient for effective customer relationship rebuilding efforts.

F. An award sufficient to compensate W&L for its inability to get a patent on its own
invention(s) in view of Defendants' first-filing patent applications derived from ideas Defendants
improperly obtained from W&L, including losses up to 20 years in the future both in profits and
market share.

12 G. As award of punitive damages against Genesis Systems, LLC, Mr. George
13 Jameson, and Mr. Randy Burchett, jointly and severally, equal to amount double the award of
14 compensatory damages;

H. An award of reasonable attorney fees and cost against Genesis Systems, LLC, Mr.
George Jameson, and Mr. Randy Burchett, jointly and severally; and

Any additional remedy that the Court deems just and appropriate.

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1	JURY DEMAND
2	Plaintiff requests a trial by jury in this matter pursuant to Rule 38, Federal Rules of Civil
3	Procedure.
4	DATED this 20 th day of November, 2017.
5	
6	By: <u>/s/ Justin D. Castillo</u> Justin D. Castillo (AZ Bar. No. 024086)
7	Brei Law Firm 4574 N. First Ave., Ste. 150
8	Tucson, AZ 95718 (520) 297-4411
9	justin@breilaw.com Counsel for Williams & Lake, LLC
10	By: /s/ Bradshaw Rost
11	Bradshaw Rost (admitted <i>pro hac vice</i>) Tenenbaum & Saas, P.C.
12	4504 Walsh Street, Suite 200 Chevy Chase, Maryland 20814
13	<u>BRost@tspclaw.com</u> Counsel for Williams & Lake, LLC
14	By: <u>/s/ John Roberts</u>
15	John Roberts (admitted <i>pro hac vice</i>) Roberts IP LAW
16	624 3 rd Street Columbus, IN 47201
17	812-418-3663 john@robertsiplaw.com
18	Counsel for Williams & Lake, LLC
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1	CERTIFICATE OF SERVICE
2	I hereby certify that on November 20, 2017, I electronically transmitted the
3	attached documents to the Clerk's Office using the CM/ECF System for filing and transmittal of
4	a Notice of Electronic Filing to the following CM/ECF registrants:
5	Barry G. Stratford
6	BStratford@perkinscoie.com
7	Christopher S. Coleman <u>CColeman@perkinscoie.com</u>
8	<u>CColeman@perkmscole.com</u>
9	
10	/s/ Sandra Tokin
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