IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS MARSHALL DIVISION

SPECIALIZED MONITORING	§	
SOLUTIONS LLC,	§	
Plaintiff,	§ §	CIVIL ACTION NO
v.	8 § 8	JURY TRIAL DEMANDED
SENSORMATIC ELECTRONICS, LLC and TYCO INTEGRATED SECURITY, LLC,	8 8 8	JORI IMPLE DEMINIDED

Defendants.

ORIGINAL COMPLAINT

Plaintiff Specialized Monitoring Solutions, LLC ("SMS" or "Plaintiff") files this Complaint against Sensormatic Electronics, LLC ("Sensormatic") and Tyco Integrated Security, LLC ("Tyco" and collectively with Sensormatic, "Defendants") for infringement of U.S. Patent No. 6,657,553 (the "553 Patent").

I. NATURE OF THE ACTION

1. This is an action for patent infringement arising under the patent laws of the United States, 35 U.S.C. §§ 271, *et seq.*, to enjoin and obtain damages resulting from Defendants' unauthorized use, sale, and offer to sell in the United States of products, methods, processes, services and/or systems that infringe SMS' United States patent, as described herein.

II. PARTIES

2. Plaintiff Specialized Monitoring Solutions, LLC is a Texas limited liability company, with its principal place of business at 104 East Houston Street, Suite 165, Marshall, Texas 75670.

- 3. On information and belief, Defendant Sensormatic is a Nevada company with a head office at 4700 Exchange Court, Suite 300, Boca Raton, Florida 33431. Sensormatic's registered agent for service of process is The Corporation Trust Company of Nevada, 701 S Carson Street, Suite 200, Carson City, Nevada 89701.
- 4. On information and belief, Defendant Tyco is a Delaware company with a head office at 4700 Exchange Court, Suite 300, Boca Raton, Florida 33431. Tyco's registered agent for service of process is The Corporation Trust Company, Corporation Trust Center, 1209 Orange Street, Wilmington, Delaware 19801.

III. JURISDICTION AND VENUE

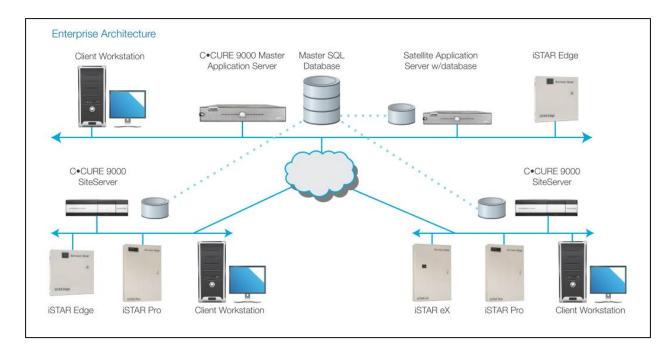
- 5. This is an action for patent infringement which arises under the Patent Laws of the United States, in particular, 35 U.S.C. §§ 271, 281, 283, 284 and 285.
- 6. This Court has exclusive jurisdiction over the subject matter of this action under 28 U.S.C. §§ 1331 and 1338(a).
- 7. Venue is proper in this judicial District pursuant to 28 U.S.C. §§ 1391(c) and 1400(b). On information and belief, Defendants are deemed to reside in this judicial District, have committed acts of infringement in this judicial District, have purposely transacted business involving their accused products in this judicial District, and/or have regular and established places of business in this judicial District.
- 8. Defendants are subject to this Court's specific and general personal jurisdiction pursuant to due process and/or the Texas Long Arm Statute, due at least to their substantial business in this State and judicial District, including: (A) at least part of their infringing activities alleged herein; and (B) regularly doing or soliciting business and, accordingly, deriving substantial revenue from goods and services provided to Texas residents. Thus, Defendants have purposefully availed themselves of the benefits of the State of Texas and the exercise of jurisdiction is proper.

IV. PLAINTIFF'S PATENT

- 9. The '553 Patent, entitled "Method of Monitoring a Protected Space," issued on December 2, 2003. At a high level, the claimed methods and apparatuses of the '553 Patent detect signal events occurring at a protected space, code the signal events into a packetized message, and transfer these coded packet messages to a database. The coded packet messages are stored in reserved areas and subareas of the database in accordance with the type of signal event and the respective protected space. Additionally, the coded message packets are accessible via the internet. A true and correct copy of the '553 Patent is attached as **Exhibit A**.
- 10. SMS is the current assignee of the '553 Patent, and has all rights to sue for infringement and collect past and future damages for the infringement thereof.

V. DEFENDANTS' ACTS

11. Defendants provide hardware, software, and services that form event management systems. For example, Defendants make, use, sell, and deploy Software House's C·Cure 9000 Event Management product. The C·Cure 9000 product collects and disseminates information related to the environmental, electrical, and life-safety conditions in a building(s). The information collected from the building is stored in a database and made available to building managers, or other personnel, via the Internet. The high-level architecture of C·Cure 9000 is illustrated in this diagram:



C·Cure 9000 Site Server Data Sheet, available at:

http://www.swhouse.com/products/software_CCURE9000_siteserver.aspx.

- 12. On information and belief, Defendants also implement contractual protections in the form of license agreements with their customers to preclude the unauthorized reproduction, distribution and modification of their software. Moreover, on information and belief, Defendants implement technical precautions to attempt to thwart customers who would circumvent the intended operation of Defendants' products.
- 13. Moreover, Defendants provide their customers with the accused products and software and instructs their customers to use the products and software in an infringing manner, including through their websites at http://www.swhouse.com/Support/Default.aspx and http://www.swhouse.com/TechnicalLibrary/TechLibSW.aspx.
- 14. In addition, Defendants knowingly, actively induced and continue to knowingly, actively induce (or are willfully blind to the) infringement of the '553 Patent within this District by making, using, offering for sale, and selling infringing products, as well as by contracting with

others to use, market, sell, and offer to sell infringing products, all with knowledge of the '553 Patent, and its claims, with knowledge that their customers will use, market, sell, and offer to sell infringing products in this District and elsewhere in the United States, and with the knowledge and specific intent to encourage and facilitate infringing sales and use of the products by others within this District and the United States by creating and disseminating promotional and marketing materials, instructional materials, product manuals, and technical materials related to the infringing products.

- 15. Moreover, Defendants knowingly contributed to the infringement of the '553 Patent by others in this District, and continues to contribute to the infringement of '553 Patent by others in this District by selling or offering to sell components of infringing products in this District, which components constitute a material part of the inventions of the '553 Patent, knowing of the '553 Patent and its claims, knowing those components to be especially made or especially adapted for use to infringe the '553 Patent, and knowing that those components are not staple articles or commodities of commerce suitable for substantial non-infringing use. Defendants have not implemented a design around or otherwise taken any remedial action with respect to the '553 Patent. SMS will rely on a reasonable opportunity for discovery of evidentiary information regarding additional infringing products.
- On information and belief, Defendants operate offices in Austin, Carrollton, Dallas,
 Fort Worth, Houston, and San Antonio, Texas.

VI. COUNT ONE

INFRINGEMENT OF U.S. PATENT NO. 6,657,553

17. Plaintiff SMS realleges and incorporates herein paragraphs 1–16.

- 18. SMS is the assignee and owner of all right, title and interest to the '553 Patent. SMS has the legal right to enforce the patent, sue for infringement, and seek equitable relief and damages.
- 19. The '553 Patent is valid, enforceable and was duly issued in full compliance with Title 35 of the United States Code.

DIRECT INFRINGEMENT (35 U.S.C. § 271(a))

- 20. Defendants have directly infringed, and continue to directly infringe, one or more claims of the '553 Patent in this judicial District and elsewhere in Texas and the United States.
- 21. Defendants have directly infringed, and continue to directly infringe the '553 Patent, including but not limited to at least one or more of Claim 1 and claims dependent therefrom, by, among other things, making, using, offering for sale, selling, and/or importing, building event management products that collect and disseminate information regarding a protected space and provide access to that information through an internet connection. Such devices include, but are not limited to, Software House's C·Cure 9000, and all reasonably similar products of Defendants.

INDIRECT INFRINGEMENT (INDUCEMENT - 35 U.S.C. § 271(b))

- 22. Based on the information presently available to SMS, SMS contends that Defendants have indirectly infringed, and continue to indirectly infringe, one or more claims of the '553 Patent by inducing direct infringement by third parties, including without limitation manufacturers, resellers, and/or end users of the products accused of infringing the '553 Patent, in this District and elsewhere in the United States.
- 23. On information and belief, despite having knowledge of the '553 Patent, Defendants have specifically intended for persons who acquire and use the accused products, including without limitation end-users of the accused products, to acquire and use such devices in

such a way that infringes the '553 Patent, including but not limited to at least one or more of Claims 1 and one or more dependent claims, and Defendants knew or should have known that their actions were inducing infringement.

- 24. Defendants have had knowledge of the '553 Patent and the infringing nature of their activities at least as early as the date when SMS effected service of this Complaint.
- 25. Direct infringement is the result of activities performed by third parties in relation to the accused products, including without limitation by end users enabled and encouraged by Defendants to use the accused products in their normal, customary way to infringe the '553 Patent.
- 26. With knowledge of the '553 Patent, Defendants direct and aid third parties, including without limitation end-users of the accused products, to infringe the '553 Patent by, among other things, (i) enabling a user of the accused products to use the products to support collection and dissemination of information regarding a protected space and provide access to that information through an internet connection, as claimed in the '553 Patent; (ii) providing instructions (including, by way of example, software downloads, product demos, technical documents, and other training located at http://www.swhouse.com/Support/Default.aspx and http://www.swhouse.com/TechnicalLibrary/TechLibSW.aspx) to end-users of the accused products for using the products in their customary way; (iii) advertising the accused products' support of collection and dissemination of information regarding a protected space and provision of access to that information through an internet connection; and (iv) providing to third parties the products, software, and related equipment that may be required for or associated with infringement of the '553 Patent, all with knowledge that the induced acts constitute patent infringement. Defendants possess specific intent to encourage infringement by third parties, including without limitation end-users of the accused products.

INDIRECT INFRINGEMENT (CONTRIBUTION - 35 U.S.C. §§ 271(c) and/or (f))

- 27. Based on the information presently available to SMS, SMS contends that Defendants have indirectly infringed, and continue to indirectly infringe the '553 Patent, including but not limited to at least one or more of Claim 1 and one or more dependent claims, by contributing to the infringement of the '553 Patent under 35 U.S.C. § 271(c) and/or 271(f), either literally and/or under the doctrine of equivalents, by selling, offering for sale, and/or importing into the United States, the accused products.
- 28. The accused products are capable of collecting and disseminating information regarding a protected space and providing access to that information through an internet connection. Defendants know that the accused products (i) constitute a material part of the inventions claimed in the '553 Patent; (ii) are especially made or adapted to infringe the '553 Patent; (iii) are not staple articles or commodities of commerce suitable for non-infringing use; and (iv) are components used for or in systems that are capable of collecting and disseminating information regarding a protected space and providing access to that information through an internet connection as claimed in the '553 Patent.
- 29. SMS is informed and believes that Defendants intend to and will continue to directly and indirectly infringe the '553 Patent. SMS has been damaged as a result of Defendants' infringing conduct described in this Count. Defendants are thus liable to SMS in an amount that adequately compensates SMS for their infringement, which, by law, cannot be less than a reasonable royalty, together with interest and costs as fixed by this Court under 35 U.S.C. § 284.

VII. JURY DEMAND

30. Plaintiff SMS demands a trial by jury of all matters to which it is entitled to trial by jury, pursuant to FED. R. CIV. P. 38.

VIII. PRAYER FOR RELIEF

WHEREFORE, SMS prays for judgment and seeks relief against Defendants as follows:

- A. That the Court determine that one or more claims of the '553 Patent are infringed by Defendants, either literally or under the doctrine of equivalents;
- B. That the Court award damages adequate to compensate SMS for the patent infringement that has occurred, together with prejudgment and post-judgment interest and costs, and an ongoing royalty for continued infringement;
- C. That the Court award such other relief to SMS as the Court deems just and proper.

DATED: May 10, 2016

Respectfully Submitted,

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