Keith S. Knochel, Bar No. 009165 1 LAW OFFICE OF KEITH S. KNOCHEL., P.C. 2135 Highway 95, Suite 241 2 Bullhead City, AZ 86442 (928)444-1000 (Telephone) 3 (928)444-1015 (Facsimile) Attorney for Defendant

# IN THE JUSTICE COURT OF THE STATE OF ARIZONA IN AND FOR THE COUNTY OF MOHAVE

CHRISTINE BAKER, an indiv	vidual ) Case No. 801-07-CV-2339-UN
Plaintiff,	) DEFENDANT'S REPLY TO RESPONSE ) TO MOTION TO DISMISS FOR LACK ) OF SUBJECT MATTER HUBISDICTION
V.	) OF SUBJECT MATTER JURISDICTION ) AND IMPROPER VENUE OR IN THE
UNITED ONLINE, INC., a C corporation	alifornia ) ALTERNATIVE, MOTION FOR ) SUMMARY JUDGMENT
Defendant.	) ) )

Defendant, through undersigned counsel and in compliance with Ariz. R. Civ. P. 56(c), hereby submits its Reply to Plaintiff's Response to Motion to Dismiss for Lack of Subject Matter Jurisdiction and Improper Venue or in the Alternative Motion for Summary Judgment. The Defendant remains content there are no material disputed facts which would justify not granting the Defendant's motion.

This motion is supported by the Statement of Facts Supporting Defendant's Reply to Response to Defendant's Motion to Dismiss for Lack of Subject Matter Jurisdiction and Improper Venue or in the Alternative Motion for Summary Judgment, all documents and exhibits attached hereto, the existing file, pleadings and record in this manner, and the following Memorandum of Points and Authorities.

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Respectfully submitted this 26<sup>th</sup> day of December, 2007.

LAW OFFICES OF KEITH S KNOCHEL, P.C.

Keith S. Knochel

Attorney for Defendant

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# MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF DEFENDANT'S MOTION FOR SUMMARY JUDGMENT

## I. INTRODUCTION

Defendant brought a Motion to Dismiss for lack of subject matter jurisdiction and improper venue or in the alternative, Motion for Summary Judgment to have the Plaintiff's case dismissed for lack of venue and jurisdiction. The Defendant made this motion because the terms of the agreement signed by the Plaintiff clearly indicate venue and jurisdiction were to be in Los Angeles, California, *See* Statement of Facts at Paragraph 2. The Defendant also requested summary judgment with respect to the Plaintiff not being entitled to filing fees and costs.

#### II. LEGAL STANDARD

Summary judgment is properly granted when there are no genuine issues of material fact and the movant is entitled to judgment as a matter of law. Ariz. R. Civ. P. 56(c); <u>Ledvina v. Cerasani</u>, 2 CA-CV 2005-0035 (Ariz.App. 10-31-2006). The moving party bears the initial burden of providing a legal basis for its motion and identifying portions of the record which demonstrate the absence of a genuine issue of material fact, <u>Wietecha v. Ameritas Life Insurance Corp.</u>, CV 05-0324-PHX-SMM (Ariz. 2006); Celotex Corp. v. Catrett, 477 U.S. 317, 322-23 (1986).

opposing summary judgment "may not rest upon the mere allegations or denials of his pleading, but... must set forth specific facts showing that there is a genuine issue for trial." Walters v. County of Maricopa, CV 04-1920-PHX-NVW (Ariz. 2006) quoting Anderson v. Liberty Lobby, Inc., 477 U.S. 242, 247 (1986). Further, "all inferences drawn from the evidence must be viewed in the light most favorable to the non-moving party." Wietecha v. Ameritas Life Insurance Corp., Supra.; See also Celotex, Supra.

# III. LEGAL ARGUMENT

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As mentioned in the Defendant's motion to dismiss for lack of subject matter jurisdiction and improper venue or in the alternative, motion for summary judgment, the Plaintiff assented to the terms of the "NetZero Services and NetZero Site Terms of Service" agreement. In bold print and in all capital letters the first section of the agreement clearly states the following:

BY CLICKING ON THE 'I ACCEPT' BUTTON OR BY DOWNLOADING, INSTALLING OR USING ANY OF THE NETZERO SOFTWARE OR SERVICES (INCLUDING WITHOUT LIMITATION, THE NETZERO DSL AND DIAL UP INTERNET ACCESS SERVICES, SOFTWARE DISTRIBUTED OR MADE AVAILABLE BY NETZERO, E-MAIL SERVICES, AND ANY SERVICES PROVIDED ON THE WEBSITES MANAGED OR OWNED BY NETZERO (COLLECTIVELY, THE "NETZERO SERVICE OR SERVICES")), YOU AGREE TO BE BOUND BY THESE TERMS OF SERVICE, THE ACCEPTABLE USE GUIDELINES FOR THE NETZERO SERVICES, AND THE NETZERO PRIVACY STATEMENT, WHICH ARE REFERRED TO COLLECTIVELY AS THE RULES. IF YOU DO NOT AGREE TO BE BOUND BY THESE RULES, YOU MUST DISCONTINUE YOUR USE OF THE NETZERO SERVICES, UNINSTALL ANY NETZERO SOFTWARE AND TERMINATE YOUR ACCOUNT.

Here, the Plaintiff basically asserts it was not practical for her to read the terms of the agreement because she was in route to Dallas, Texas, and by inference that a contract was not formed, *See*Statement of Facts at Paragraph 1). Baker also indicated she never signed an agreement, *See* Plaintiff's Statement of Facts at Paragraph 3, but in *Specht v. Netscape Communications Corp. and America*Online, Inc. 150 F.Supp.2d 585 (2001), the court found "assent may be registered by a signature, a

handshake, or a click of a computer mouse transmitted across the invisible ether of the Internet." Here the Plaintiff assented to the terms the service agreement because she clicked "accept."

The Plaintiff further argues because she did not have an attorney to negotiate the terms that the contract should not be deemed formed. Plaintiff also indicates she did not read the agreement because she did not have a printer and did not want to waste her precious time or resources. The instant facts are similar to *Maxwell v. Fidelity Financial Services, Inc.* 179 Ariz. 544, 880 P.2d 1090, (1994), *citing Broemmer v. Abortion Servs., Ltd.*, 173 Ariz. 148, 151, 840 P.2d 1013, 1016 (1992), where in the context of a loan agreement Maxwell argued it was an adhesion contract meaning she neither negotiated or could have negotiated the contract. Maxwell had only read portions of the contract and did not fully understand the implications of the portions she did read. The court held "accepting the premise that the loan documents constituted an adhesion contract which Maxwell neither read in its entirety nor completely understood, however, does not make the agreement unconscionable and unenforceable. Such a contract will be enforceable if it is within the reasonable expectations of the adhering party, and is not unconscionable." Under the instant facts the situation is analogous because the Plaintiff could have reasonably expected a contractual provision regarding venue and jurisdiction as these types of clauses are commonplace in the market place.

## IV. CONCLUSION

Because a contract was formed when Plaintiff clicked her mouse assenting to the terms of the "NetZero Services and NetZero Site Terms of Service" agreement Plaintiff should be bound to the corresponding venue and jurisdictional provisions. Accordingly, jurisdiction and venue in Arizona are improper and the Defendant's motion should be granted. Defendant also requests that the Plaintiff not be awarded costs and filing fees, and that Defendant be rewards costs, filing fees and attorneys' fees.

WHEREFORE, Defendant respectfully requests its motion be granted.

RESPECTFULLY SUBMITTED this 26th day of December, 2007.

LAW OFFICES OF KEITH S. KNOCHEL, P.C. Keith S. Knochel, Esq. Attorney for Defendant An ORIGINAL and ONE (1) COPY of the foregoing filed this 26<sup>th</sup> of December, 2007 with: Clerk of Court Mohave County Superior Court P.O. Box 29 524 W. Beale Street Kingman, Arizona 86402 A COPY of the foregoing mailed thi 26th day of December 2007, to: Christine Baker An employee of the Law Offices of Keith S. Knochel, P.C.