Alan J. Phelps U.S. Department of Justice P.O. Box 386 Washington, DC 20044 FAX: 202-514-8742 3 Alan.Phelps@usdoj.gov PHONE: 202-307-6154 4 5 Attorney for Plaintiff United States of America 6 7 UNITED STATES DISTRICT COURT 8 DISTRICT OF ARIZONA 9 10 UNITED STATES OF AMERICA, 11 Plaintiff, 12 Case No.: 13 PLANET EARTH SATELLITE, INC., also doing business as TEICHERT COMPLAINT FOR CIVIL 14 MARKETING, and PENALTIES, PERMANENT INJUNCTION AND OTHER 15 THOMAS TEICHERT, individually **EQUITABLE RELIEF** and as an officer of PLANET EARTH 16 SATELLITE, INC., 17 Defendants. 18 19 20 Plaintiff, the United States of America, acting upon notification and 21 authorization to the Attorney General by the Federal Trade Commission ("FTC" or 22 "Commission"), pursuant to Section 16(a)(1) of the Federal Trade Commission Act 23 ("FTC Act"), 15 U.S.C. § 56(a)(1) alleges: 24 1. Plaintiff, the United States of America, brings this action under Sections 5(a), 25 5(m)(1)(A), 13(b), 16(a) and 19 of the FTC Act, 15 U.S.C. §§ 45(a), 45(m)(1)(A), 26 53(b), 56(a) and 57b, and Section 6 of the Telemarketing and Consumer Fraud and 27 Abuse Prevention Act (the "Telemarketing Act"), 15 U.S.C. § 6105, to obtain 28 monetary civil penalties, a permanent injunction, and other equitable relief against

| Defendants for violations of Section 5(a) of the FTC Act, 15 U.S.C. § 45(a), and the | | | |
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| FTC's Telemarketing Sales Rule (the "TSR" or "Rule"), 16 C.F.R. Part 310, as | | | |
| amended by 68 Fed. Reg. 4580, 4669 (January 29, 2003). | | | |
| JURISDICTION AND VENUE | | | |
| 2. This Court has subject matter jurisdiction over this action pursuant to 28 U.S.C. | | | |
| §§ 1331, 1337(a), 1345, and 1355, and 15 U.S.C. §§ 45(m)(1)(A), 53(b), 56(a) and | | | |
| 57b. This action arises under 15 U.S.C. § 45(a). | | | |
| 3. Venue is proper in this District under 28 U.S.C. §§ 1391 (b)-(c) and 1395(a), and | | | |
| 15 U.S.C. § 53(b). | | | |
| <u>DEFENDANTS</u> | | | |
| 4. Defendant Planet Earth Satellite, Inc. ("Planet Earth") is an Arizona corporation | | | |
| with its principal place of business at 1641 East Briarwood Terrace, Phoenix, | | | |
| Arizona 85048, and transacts or has transacted business in this district. | | | |
| 5. Defendant Thomas Teichert is an officer of Planet Earth Satellite. Acting alone | | | |
| or in concert with others, he has formulated, directed, controlled or participated in | | | |
| the acts or practices set forth in this complaint. | | | |
| THE TELEMARKETING SALES RULE AND THE NATIONAL DO NOT CALL REGISTRY | | | |
| 6. Congress directed the FTC to prescribe rules prohibiting abusive and deceptive | | | |
| telemarketing acts or practices pursuant to the Telemarketing Act, 15 U.S.C. | | | |
| §§ 6101-6108, in 1994. On August 16, 1995, the FTC adopted the Telemarketing | | | |
| Sales Rule (the "Original TSR"), 16 C.F.R. Part 310, which became effective on | | | |
| December 31, 1995. On January 29, 2003, the FTC amended the TSR by issuing a | | | |
| Statement of Basis and Purpose ("SBP") and the final amended TSR (the "Amended | | | |
| TSR"). 68 Fed. Reg. 4580, 4669. | | | |
| 7. Among other things, the Amended TSR established a "do not call" registry, | | | |
| maintained by the Commission (the "National Do Not Call Registry" or "Registry"), | | | |
| indifficultion of the Commission (the Humonal Do Hot Can Region y of Region y | | | |
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- 1 of consumers who do not wish to receive certain types of telemarketing calls.
- 2 Consumers can register their telephone numbers on the Registry without charge
- 3 either through a toll-free telephone call or over the Internet at www.donotcall.gov.
- 4 | 8. Consumers who receive telemarketing calls to their registered numbers can
- 5 complain of Registry violations the same way they registered: through a toll-free
- 6 telephone call or over the Internet, or by otherwise contacting law enforcement
- 7 | authorities.
- 8 | 9. A "seller" is any person who, in connection with a telemarketing transaction,
- 9 provides, offers to provide, or arranges for others to provide goods or services to the
- 10 customer in exchange for consideration. 16 C.F.R. § 310.2(z).
- 11 \ 10. A "telemarketer" is any person who, in connection with telemarketing, initiates
- 12 or receives telephone calls to or from a customer or donor. 16 C.F.R. § 310.2(bb).
- 13 | 11. Since September 2, 2003, sellers, telemarketers, and other permitted
- 14 organizations have been able to access the Registry over the Internet at
- 15 telemarketing.donotcall.gov to download the registered numbers.
- 16 12. Since October 17, 2003, sellers and telemarketers have been prohibited from
- 17 calling numbers on the Registry in violation of the Amended TSR. 16 C.F.R.
- 18 § 310.4(b)(1)(iii)(B).
- 19 13. Pursuant to Section 3(c) of the Telemarketing Act, 15 U.S.C. § 6102(c), and
- 20 Section 18(d)(3) of the FTC Act, 15 U.S.C. § 57a(d)(3), a violation of the Amended
- 21 TSR constitutes an unfair or deceptive act or practice in or affecting commerce, in
- 22 | violation of Section 5(a) of the FTC Act, 15 U.S.C. § 45(a).
- 23 | 14. Defendants are "seller[s]" and/or "telemarketer[s]" engaged in "telemarketing,"
- 24 as defined by the Amended TSR, 16 C.F.R. § 310.2.

DEFENDANTS' BUSINESS ACTIVITIES

- 26 | 15. Defendant Planet Earth is a telemarketer of Dish Network satellite television
- 27 programming on behalf of EchoStar Satellite LLC. EchoStar is a seller of Dish

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| 1 | provision of law enforced by the FTC. | | | |
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| 2 | 23. Section 5(m)(1)(A) of the FTC Act, 15 U.S.C. § 45(m)(1)(A), as modified by | | | |
| 3 | Section 4 of the Federal Civil Penalties Inflation Adjustment Act of 1990, 28 U.S | | | |
| 4 | § 2461, as amended, and as implemented by 16 C.F.R. § 1.98(d) (2007), authorize | | | |
| 5 | this Court to award monetary civil penalties of not more than \$11,000 for each | | | |
| 6 | violation of the TSR. Defendants' violations of the TSR were committed with the | | | |
| . 7 | knowledge required by Section 5(m)(1)(A) of the FTC Act, 15 U.S.C. § | | | |
| 8 | 45(m)(1)(A). | | | |
| 9 | 24. This Court, in the exercise of its equitable jurisdiction, may award ancillary | | | |
| 10 | relief to remedy injury caused by Defendants' violations of the Rule and the FTC | | | |
| 11 | Act. | | | |
| 12 | PRAYER FOR RELIEF | | | |
| 13 | WHEREFORE, Plaintiff requests that this Court, as authorized by Sections | | | |
| 14 | 5(a), 5(m)(1)(A), 13(b) and 19 of the FTC Act, 15 U.S.C. §§ 45(a), 45(m)(1)(A), | | | |
| 15 | 53(b) and 57b, and pursuant to its own equitable powers: | | | |
| 16 | 1. Enter judgment against Defendants and in favor of Plaintiff for each violation | | | |
| 17 | alleged in this complaint; | | | |
| 18 | 2. Award Plaintiff, the United States of America, monetary civil penalties from | | | |
| 19 | Defendants for every violation of the TSR; | | | |
| 20 | 3. Permanently enjoin Defendants from violating the TSR and the FTC Act; | | | |
| 21 | 4. Order Defendants to pay the costs of this action; and | | | |
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| 1 | 5. Award Plaintiff such other and additional relief as the Court may determine to be | | |
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| 2 | just and proper. | | |
| 3 | Dated: July, 10 | _, 2008 | |
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| 5 | | Respectfully submitted, | |
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