Case 2:2	2-cv-09230-GW-GJS	Document 26-1	Filed 02/24/23	Page 1 of 23 Page ID #:110
1 2 3 4 5 6 7 8	LATHAM & WAT Timothy L. O'Ma <i>tim.o'mara@lw</i> Kirsten M. Fergu <i>kirsten.fergusor</i> Robin L. Gushma <i>robin.gushman</i> 505 Montgomery St San Francisco, Cali Telephone: +1.415.3 Facsimile: +1.415.3 <i>Attorneys for Defen</i> <i>and Live Nation Ent</i>	ara (Bar No. 212 son (Bar No. 25 n@lw.com in (Bar No. 3050 @lw.com fornia 94111-65 391.0600 95.8095 dants Ticketmas	2781) 048) 38 <i>ter L.L.C.</i>	
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12	MICHELLE STERI and on behalf of all		i y	o. 2:22-cv-09230-GW-GJS
13	situated,	others similarly		ORANDUM OF POINTS
14	Р	laintiff,	AND A OF DE	AUTHORITIES IN SUPPORT CFENDANTS' MOTION TO
16	V.		COMP	PEL ARBITRATION
17	LIVE NATION EN INC., and TICKET			onorable George H. Wu
18 19	D	efendants.	Hearin	g Date: TBD
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LATHAM & WATKINS LLF ATTORNEYS AT LAW SAN FRANCISCO				MEM. OF P. & A. IN SUPP. OF MOT. TO COMPEL ARBITRATION CASE NO. 2:22-cv-09230-GW-GJS

Case 2:2	2-cv-0	230-GW-GJS Document 26-1 Filed 02/24/23 Page 2 of 23 Page ID #:11	.1	
1		TABLE OF CONTENTS		
2				
3	I.	INTRODUCTION	1	
4	II.	FACTUAL BACKGROUND2		
5		A. Plaintiff's Claims	2	
6		B. The Terms	3	
7		C. Plaintiff's Agreement to the Terms	4	
8		1. Plaintiff's Participation in the Onsale for The Eras Tour	5	
9		2. Plaintiff's Acceptance of Ticket Transfers	7	
10		3. Plaintiff's Other Recent Ticket Purchases	9	
11	III.	LEGAL STANDARD	10	
12	IV.	ARGUMENT	11	
13		A. Plaintiff Assented to the Terms on Multiple Occasions	11	
14 15		B. The Parties Clearly and Unmistakably Delegated Arbitrability to the Arbitrator	13	
16		C. The Arbitration Agreement Plainly Encompasses the Dispute at Issue	15	
17		D. The Court Should Dismiss This Action	17	
18	V.	CONCLUSION	17	
19				
20				
21				
22				
23				
24				
25 26				
26 27				
27				
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LATHAM & WATKINS LLF Attorneys At Law San Francisco		i MEM. OF P. & A. IN S MOT. TO COMPEL ARBITI CASE NO. 2:22-cv-09230-	RATION	

Case 2:2	2-cv-09230-GW-GJS Document 26-1 Filed 02/24/23 Page 3 of 23 Page ID #:112
1	TABLE OF AUTHORITIES
2	
3	CASES
4	<i>Ajzenman v. Off. of Comm'r of Baseball,</i>
5	No. 20-cv-3643, 2020 WL 6031899 (C.D. Cal. Sept. 14, 2020)4, 7, 11, 12
6	<i>Andrews v. Michaels Store, Inc.</i> ,
7	No. 21-cv-02294, 2021 WL 4813760 (C.D. Cal. Sept. 15, 2021)
8	<i>AT&T Mobility LLC v. Concepcion</i> ,
9	563 U.S. 333 (2011)10
10	AT&T Techs., Inc. v. Commc'ns Workers of Am., 475 U.S. 643 (1986)15
11	<i>Augustine v. TLC Resorts Vacation Club, LLC,</i>
12	No. 18-cv-01120, 2018 WL 3913923 (S.D. Cal. Aug. 16, 2018)
13	Brennan v. Opus Bank,
14	796 F.3d 1125 (9th Cir. 2015)11
15	<i>Cayanan v. Citi Holdings, Inc.</i> ,
16	928 F. Supp. 2d 1182 (S.D. Cal. 2013)
17	Chiron Corp. v. Ortho Diagnostic Sys., Inc.,
18	207 F.3d 1126 (9th Cir. 2000)17
19	<i>Dickey v. Ticketmaster LLC</i> ,
20	No. 18-cv-9052, 2019 WL 9096443 (C.D. Cal. Mar. 12, 2019)4, 12, 13, 14
21	<i>Epic Sys. Corp. v. Lewis</i> , 138 S. Ct. 1612 (2018)10, 17
22	Hansen v. Ticketmaster Ent., Inc.,
23	No. 20-cv-02685, 2020 WL 7319358 (N.D. Cal. Dec. 11, 2020)4, 7, 11
24	Henry Schein, Inc. v. Archer & White Sales, Inc.,
25	139 S. Ct. 524 (2019)11, 13
26	<i>Himber v. Live Nation Worldwide, Inc.</i> ,
27	No. 16-cv-5001, 2018 WL 2304770 (E.D.N.Y. May 21, 2018)4, 8, 12
_, 28 M∞WATKINS	MEM. OF P. & A. IN SUPP.

ATTORNEYS AT LAW SAN FRANCISCO

1 2 3	<i>In re Grice</i> , 974 F.3d 950 (9th Cir. 2020)10 <i>In re Holl</i> ,
4	925 F.3d 1076 (9th Cir. 2019)12
5	<i>In re Ring LLC Priv. Litig.</i> , No. 19-cv-10899, 2021 WL 2621197 (C.D. Cal. June 24, 2021)12
7	Johnmohammadi v. Bloomingdale's, Inc., 755 F.3d 1072 (9th Cir. 2014)17
8	Johnson v. Oracle Am., Inc.,
10	No. 17-cv-05157, 2017 WL 8793341 (N.D. Cal. Nov. 17, 2017)
11	Lee v. Ticketmaster L.L.C., 817 F. App'x 393 (9th Cir. 2020)4, 7, 8, 12
12	Lee v. Ticketmaster L.L.C.,
13	No. 18-cv-05987, 2019 WL 9096442 (N.D. Cal. Apr. 1, 2019), aff'd, 817 F. App'x 393 (9th Cir. 2020)2, 12, 14
14	Nevarez v. Forty Niners Football Co., LLC,
15	No. 16-cv-07013, 2017 WL 3492110 (N.D. Cal. Aug. 15, 2017)5, 8, 12, 14
16	Oberstein v. Live Nation Ent., Inc.,
17 18	No. 21-56200, 2023 WL 1954688 (9th Cir. Feb. 13, 2023), aff'g No. 20-cv-3888, 2021 WL 4772885 (C.D. Cal. Sept. 20, 2021) <i>passim</i>
19	Peterson v. Lyft,
20	No. 16-cv-07343, 2018 WL 6047085 (N.D. Cal. Nov. 19, 2018) 17
21	<i>Schwendeman v. Health Carousel, LLC,</i> No. 18-cv-07641, 2019 WL 6173163 (N.D. Cal. Nov. 20, 2019)
22	10. 10 - CV - 070 + 1, 2019 WE 0175105 (IV.D. Cal. 100V. 20, 2019)14
23	STATUTES 10
24	9 U.S.C. § 210
25	
26	
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LATHAM & WATKINS LLF ATTORNEYS AT LAW SAN FRANCISCO	iii MEM. OF POINTS & AUTHS. ISO MOT. TO COMPEL ARBITRATION CASE NO. 2:22-cv-09230-GW-GJS

I. INTRODUCTION

1

2 Plaintiff Michelle Sterioff brought this putative class action against 3 Defendants Ticketmaster and Live Nation for purported damages related to 4 Ticketmaster's onsale¹ for the Taylor Swift | The Eras Tour. Plaintiff, however, 5 agreed on numerous occasions to arbitrate her claims against Defendants.² For example, Plaintiff repeatedly assented to Ticketmaster and Live Nation's Terms of 6 7 Use (the "Terms") when she signed in to her Ticketmaster account to register for 8 and participate in Ticketmaster's presales for The Eras Tour, when she accepted a 9 transfer of tickets to The Eras Tour through her Ticketmaster account, and when she 10 purchased tickets on Ticketmaster's sites. Those Terms contain a mandatory 11 arbitration agreement which broadly applies to any claims relating to the use of 12 Ticketmaster and Live Nation's sites, products, or services.

13 The Ninth Circuit recently enforced Ticketmaster and Live Nation's Terms, based on the same and similar notices provided to Plaintiff. 14 Specifically, in 15 Oberstein v. Live Nation Entertainment, Inc., the Ninth Circuit held that notices on "the Ticketmaster and Live Nation websites provided reasonably conspicuous notice 16 of the Terms," that, by clicking on the action buttons associated with those notices, 17 18 users "unambiguously manifested assent" to the Terms, and that "the Terms, 19 including the arbitration provision, [are therefore] valid and binding" on users. 20

20

24 ² The parties stipulated to limit briefing on Defendants' motion to compel arbitration to the following issues: (1) whether Plaintiff assented to Defendants' Terms of Use, (2) whether the arbitration provision therein delegates arbitrability to the arbitrator, and (3) whether the arbitration provision encompasses Plaintiff's claims. Joint Stip. Setting Briefing Schedule ¶ 4, ECF No. 24 ("Joint Stip."). Defendants' opening motion is therefore limited to those issues in accordance with the parties' agreement. Pursuant to that agreement, Defendants reserve the right to make and/or respond to arguments relating to other issues after this Court rules on the pending motion to compel arbitration in *Heckman v. Live Nation Entertainment, Inc., et al.*, Case No. 22-cv-00047 (C.D. Cal.).

[&]quot;Onsale" is an industry term of art; it typically includes all manner of sales
generally available to the public, including presales. The onsale for The Eras Tour
included the "TaylorSwiftTix" presale and the "Capital One Cardholder" presale.
Decl. of K. Tobias in Support of Defs.' Mot. to Compel Arb. ("Tobias Decl.") ¶ 9.
Plaintiff participated in both of those presales. See Compl. ¶¶ 20–21, ECF No. 1.

1 No. 21-56200, 2023 WL 1954688, at *7–9 (9th Cir. Feb. 13, 2023), aff'g No. 20-cv-2 3888, 2021 WL 4772885, at *6-7 (C.D. Cal. Sept. 20, 2021) (Wu, J.). The Ninth 3 Circuit's ruling in *Oberstein* is dispositive here: Plaintiff was presented with the 4 exact same sign-in notice at issue in *Oberstein* (as well as other, similar notices) 5 many times. Per the Ninth Circuit's ruling, that notice of the Terms provides constructive notice to users like Plaintiff as a matter of law. See id. at *9-10. 6 7 Plaintiff is therefore bound by the Terms—including the arbitration agreement, 8 which clearly and unmistakably delegates all questions relating to the interpretation, 9 applicability, enforceability, or formation of the agreement to the arbitrator. As this 10 Court and others have held many times over, the Court's analysis stops there. See, e.g., Oberstein, 2021 WL 4772885, at *7-8; Lee v. Ticketmaster L.L.C., No. 18-cv-11 05987, 2019 WL 9096442, at *1 (N.D. Cal. Apr. 1, 2019), aff'd, 817 F. App'x 393 12 13 (9th Cir. 2020).

14 **II.**

FACTUAL BACKGROUND

15

A. Plaintiff's Claims

16 Plaintiff purports to bring a class action on behalf of two putative classes of consumers "who purchased one or more tickets to Taylor Swift's 'The Eras' 17 18 Tour . . . for personal, family, or household purposes"—in Washington state and 19 nationwide. Compl. ¶ 45. Plaintiff alleges violations of California's Consumers Legal Remedies Act, California's Unfair Competition Law, California's False 20 21 Advertising Law—and also asserts fraud-related and quasi-contract claims—based 22 on Ticketmaster's advertisement of, management of, and representations about 23 The Eras Tour onsale, including the TaylorSwiftTix and Capital One Cardholder 24 presales. See id. ¶ 58–99, 144–171. In addition, Plaintiff alleges various antitrust violations based on Defendants' purported "efforts to (a) force consumers to 25 26 purchase and sell Tickets exclusively through Ticketmaster's primary and secondary 27 ticketing platforms, and (b) coerce artists, such as Taylor Swift, to exclusively market and promote Ticketmaster." Compl. ¶¶ 100–106; see also id. ¶¶ 107–143. 28

LATHAM & WATKINS LLI Attorneys At Law San Francisco Plaintiff claims that all of this alleged conduct forced her and other putative class
members to pay supracompetitive prices for tickets to The Eras Tour. *Id.* ¶¶ 8–10,
24, 36, 43–44, 66–67, 77, 90–91, 97, 104, 162, 166. These purported injuries,
Plaintiff alleges, "flow, in each instance, from a common nucleus of operative fact,
namely, Defendants' anticompetitive and misleading conduct in connection with its
ticketing services for Taylor Swift's 'The Eras' Tour." *Id.* ¶ 51.

7

B. The Terms

8 Since 2011, Defendants' Terms have contained a provision whereby users
9 expressly agree to submit their claims against Defendants to binding arbitration.
10 Tobias Decl. ¶¶ 20–22 & Exs. 14–18. The current Terms, which have been operative
11 since July 2, 2021, provide that:

YOU AND WE EACH AGREE THAT, EXCEPT AS PROVIDED 12 BELOW, ANY DISPUTE, CLAIM, OR CONTROVERSY 13 **RELATING IN ANY WAY TO THE TERMS, YOUR USE OF** 14 THE SITE, OR PRODUCTS OR SERVICES SOLD, DISTRIBUTED, ISSUED, OR SERVICED BY OR THROUGH 15 **US—IRRESPECTIVE OF WHEN THAT DISPUTE, CLAIM, OR** 16 CONTROVERSY AROSE—WILL BE RESOLVED SOLELY BY **BINDING, INDIVIDUAL ARBITRATION AS SET FORTH IN** 17 THE TERMS, RATHER THAN IN COURT. YOU AND WE 18 THEREBY EACH AGREE TO WAIVE ANY RIGHT TO A JURY TRIAL, AND AGREE THAT YOU AND WE MAY BRING 19 CLAIMS AGAINST EACH OTHER ONLY IN AN INDIVIDUAL 20 CAPACITY, AND NOT AS A PLAINTIFF OR CLASS MEMBER IN ANY PURPORTED CLASS OR REPRESENTATIVE 21 **PROCEEDING...**

Governing Law; Interpretation and Enforcement. The arbitration agreement in the Terms is governed by the Federal Arbitration Act (9 U.S.C. § 1 et seq.) ("FAA"), including its procedural provisions, in all respects. This means that the FAA governs, among other things, the interpretation and enforcement of this arbitration agreement and all of its provisions, including, without limitation, the class action waiver. State arbitration laws do not govern in any respect. Further, you and we each agree that the Terms evidence a transaction involving interstate commerce, and will be governed by and construed in accordance with

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federal law to the fullest extent possible. . . .

Delegation: Interpretation. The arbitrator, and not any federal, state or local court or agency, shall have exclusive authority to the extent permitted by law to resolve all disputes arising out of or relating to the interpretation, applicability, enforceability, or formation of this Agreement, including, but not limited to, any claim that all or any part of this Agreement is void or voidable; however, in the event of a dispute about which particular version of this Agreement you agreed to, a court will decide that specific question. This arbitration agreement is intended to be broadly interpreted and will survive termination of the Terms.

10 Tobias Decl. Ex. 14. Prior versions of the Terms were similar. See id. Exs. 15–18.

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C. **Plaintiff's Agreement to the Terms**

To make even a single purchase on Defendants' websites and applications, 12 users must agree to the Terms at numerous, distinct times—including, for example, 13 at account creation, account sign-in, and ticket purchase. Tobias Decl. ¶¶ 6, 11–12 14 & Exs. 1-2, 3-4, 6-8.³ The Ninth Circuit, in a binding decision, recently found each 15 of these points of assent to be valid and binding. See Oberstein, 2023 WL 1954688, 16 at *7-9, aff'g 2021 WL 4772885, at *6-7. This Court and numerous others have 17 18 reached the same conclusion in other cases. See, e.g., Hansen v. Ticketmaster Ent., Inc., No. 20-cv-02685, 2020 WL 7319358, at *1, *5 (N.D. Cal. Dec. 11, 2020) 19 (Ticketmaster "Sign In" page); Ajzenman v. Off. of Comm'r of Baseball, No. 20-cv-20 21 3643, 2020 WL 6031899, at *2, *4 (C.D. Cal. Sept. 14, 2020) (Ticketmaster "Sign In" and purchase pages); *Dickey v. Ticketmaster LLC*, No. 18-cv-9052, 2019 WL 22 23 9096443, at *5–7 (C.D. Cal. Mar. 12, 2019) (Ticketmaster "Sign Up" page); Lee v. *Ticketmaster L.L.C.*, 817 F. App'x 393, 394–95 (9th Cir. 2020) (Ticketmaster "Sign 24

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³ In addition, at the bottom of virtually every Live Nation and Ticketmaster website page that users navigate in the ticket selection and purchase process, there 26 is a notice that, by using the site, users are agreeing to the Terms. Id. ¶ 18 & Exs. 27 12-13. Courts have also found that this notice provides constructive notice of the Terms. See Himber v. Live Nation Worldwide, Inc., No. 16-cv-5001, 2018 WL 2304770, at *5 (E.D.N.Y. May 21, 2018). 28

In" and purchase pages); *Nevarez v. Forty Niners Football Co., LLC*, No. 16-cv 07013, 2017 WL 3492110, at *7–10 (N.D. Cal. Aug. 15, 2017) (Ticketmaster
 account creation, sign-in, and purchase pages).

4 Here, Plaintiff affirmatively accepted the Terms—including the arbitration 5 agreement—when she created her account on July 3, 2018, and, subsequently, each 6 time she signed in to her account, and each time she purchased her tickets. See 7 Tobias Decl. ¶¶ 5–7; Decl. of H. Green in Support of Defs.' Mot. to Compel Arb. 8 ("Green Decl.") \P 5. She also accepted the Terms and arbitration agreement when 9 registering for presales, and when she accepted ticket transfers through Ticketmaster. Tobias Decl. ¶¶ 8–11, 15–17; Green Decl. ¶¶ 7–9. As a result, over 10 11 the years, Plaintiff has accepted Defendants' Terms more than a dozen times. See Tobias Decl. ¶¶ 5–6, 8–12, 15–17; Green Decl. ¶¶ 5–9. To streamline this motion, 12 13 the factual discussion will focus on Plaintiff's recent acceptances of the current 14 Terms—including her acceptance of the Terms in connection with The Eras Tour, 15 which forms the basis of her Complaint.

16

1. Plaintiff's Participation in the Onsale for The Eras Tour

17 In November 2022, Plaintiff registered for and participated in the onsale for 18 The Eras Tour. Specifically, on November 1, 2022, Plaintiff used her Ticketmaster 19 account to register for the TaylorSwiftTix presale. Compl. ¶ 18; Greene Decl. ¶ 6. 20 To do so, she had to sign in to her Ticketmaster account, and complete the 21 registration through her account. Tobias Decl. ¶ 9. The TaylorSwiftTix presale 22 subsequently took place on November 15, 2022; Plaintiff participated in that presale 23 and attempted to purchase tickets. Compl. ¶ 20. To do so, Plaintiff had to sign in to 24 her Ticketmaster account.⁴ Tobias Decl. ¶ 9–10. Later, on November 16, 2022, 25 Plaintiff also participated in the Capital One Cardholder presale for The Eras Tour 26

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- In order to participate in the TaylorSwiftTix presale, all users—including
 Plaintiff—were required to sign in to their Ticketmaster accounts <u>before</u> attempting
 to purchase tickets. Tobias Decl. ¶ 9.

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1	and attempted to purchase tickets. Compl. ¶ 21. Again, to do so, Plaintiff had to			
2	sign in to her Ticketmaster account. ⁵ Tobias Decl. ¶¶ 9–10.			
3	Each time she signed in to her account-to register for TaylorSwiftTix			
4	presale, and to participate in both the TaylorSwiftTix presale and Capital One			
5	Cardholder presale—Plaintiff assented to the current Terms. Specifically, on the			
6	sign-in page, she was notified: "By continuing past this page, you agree to the Terms			
7	of Use and understand that information will be used as described in our Privacy			
8	Policy." The words "Terms of Use" appeared in bold, bright blue, color-contrasting			
9	text, immediately above the "Sign in" button, and hyperlinked directly to the full			
10	text of the current Terms:			
11	Sign In			
12	New to Ticketmaster? Sign Up			
13				
14	Email Address			
15				
16	Password			
17	SHOW			
18	Remember Me Forgot Password?			
19	By continuing past this page, you agree to the Terms of Use and understand that			
20	information will be used as described in our Privacy Policy .			
21	Sign in			
22				
23	See Tobias Decl. ¶ 11. This is the <u>exact same</u> notice that the Ninth Circuit recently			
24	held provides constructive notice, binding users to the Terms and the arbitration			
25				
26	⁵ Unlike the TaylorSwiftTix presale, the Capital One Cardholder presale did			
27	not require pre-registration; rather, the purchaser needed to use a Capital One card at checkout. Like the TaylorSwiftTix presale, however, all users—including			
28	Plaintiff—were required to sign in to their Ticketmaster accounts <u>before</u> attempting to purchase tickets. Tobias Decl. ¶ 9.			
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agreement therein. *See Oberstein*, 2023 WL 1954688, at *7–9, *aff*'g 2021 WL 4772885, at *6–7; *see also Hansen*, 2020 WL 7319358, at *1, *5 (also finding that the same notice provides constructive notice of the Terms); *Ajzenman*, 2020 WL 6031899, at *1–2, *4 (same); *see also Lee*, 817 F. App'x at 394–95 (finding that substantially identical notice provides constructive notice).

6

2. Plaintiff's Acceptance of Ticket Transfers

7 Plaintiff alleges that she was unable to secure tickets through Ticketmaster 8 during the TaylorSwiftTix and Capital One Cardholder presales, and so opted to 9 purchase resale tickets to The Eras Tour through a non-Ticketmaster resale 10 platform.⁶ Compl. ¶ 24. In order to receive and access those tickets, Plaintiff was 11 required to accept an electronic transfer of the tickets through her Ticketmaster Tobias Decl. ¶¶ 15-17. Defendants' records indicate that Plaintiff 12 account. 13 accepted that transfer via Ticketmaster's mobile site on December 9, 2022. Green Decl. ¶ 7–8. To do so, Plaintiff had to assent to the current Terms at least twice: 14 when she accepted her tickets in the ticket-transfer email she received, and when she 15 signed in to her account to complete the transfer. 16

First, when the tickets to The Eras Tour were transferred to Plaintiff, she
received an email notifying her of the transfer. *See* Tobias Decl. ¶ 16 & Ex. 11. In
that email, Plaintiff was presented with an "ACCEPT TICKETS" button, which she
had to click in order to accept transfer of the tickets. *Id*. Directly below that button,
Plaintiff was notified: "By clicking 'ACCEPT TICKETS,' you agree to our Terms
of Use and any applicable ticket back terms." *Id*. The words "Terms of Use"
appeared in color-contrasting, bright blue text, immediately below the "ACCEPT

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⁶ These tickets were initially sold by Ticketmaster during onsale for The Eras Tour. Green Decl. ¶¶ 7–8. Plaintiff alleges that she subsequently purchased them from a reseller on a non-Ticketmaster resale platform. Compl. ¶ 24. Ticketmaster does not have visibility into off-platform resales or the reasons for a particular ticket transfer, but Ticketmaster's records show that three tickets to The Eras Tour were transferred to Plaintiff on December 9, 2022. Green Decl. ¶¶ 7–8. Despite being transferred, Ticketmaster still distributes, issues, and services those tickets, because it is the primary ticketing service provider for the event. Tobias Decl. ¶¶ 15–16.

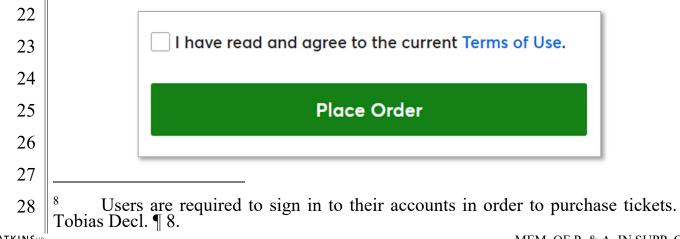
TICKETS" button, and hyperlinked directly to the full text of the current Terms: 1 2 3 ACCEPT TICKETS 4 5 By clicking "ACCEPT TICKETS", you agree to our Terms of Use and any applicable ticket back terms. 6 7 8 See id. This notice is similar to other notices on Ticketmaster's sites that the Ninth 9 Circuit, this Court, and others have held is sufficient to bind users to the Terms. See, 10 e.g., Lee, 817 F. App'x at 394–95; Nevarez, 2017 WL 3492110, at *7–10; Himber, 11 2018 WL 2304770, at *5. 12 Second, when Plaintiff clicked the "ACCEPT TICKETS" button, she was 13 auto-directed to Ticketmaster's sign-in page, which opened in a new window. Tobias Decl. ¶ 17. Plaintiff was required to sign in to her Ticketmaster account in 14 order to accept the transferred tickets. Id. When she did so, she saw the exact same 15 sign-in notice discussed in Section II.C.1, above, which notified her that, "By 16 17 continuing past this page, you agree to the **Terms of Use** and understand that 18 information will be used as described in our **Privacy Policy**." As always, the words 19 "Terms of Use" in the sign-in notice appeared in bold, color-contrasting text, 20 immediately above the "Sign in" button, and hyperlinked directly to the full text of 21 the current Terms. See Oberstein, 2023 WL 1954688, at *7–9 (finding that this exact 22 notice provides constructive notice, binding users to the Terms and the arbitration 23 agreement therein).⁷

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- 25
- Plaintiff's acceptance of tickets to The Eras Tour was not the first time she accepted a ticket transfer through Ticketmaster's site. For example, Plaintiff accepted ticket transfers for at least two other events in November 2022. Green Decl. ¶ 7. Plaintiff was also required to sign in to her account and accept the Terms when accepting these transfers. *See* Tobias Decl. ¶¶ 16–17.

3. Plaintiff's Other Recent Ticket Purchases

2 In addition to using Ticketmaster's sites multiple times to register for and 3 participate in The Eras Tour presales, and to accept the transfer of tickets to The Eras 4 Tour (and other shows), Plaintiff has also used Ticketmaster's sites on numerous 5 occasions to purchase tickets. For example, on May 23, 2022, Plaintiff used 6 Ticketmaster's mobile site to purchase tickets to Hamilton, scheduled for June 24, 7 2022 at the Richard Rodgers Theatre. Green Decl. \P 9(c). And on November 2, 8 2022, Plaintiff used Ticketmaster's mobile application to purchase tickets to Cirque 9 Du Soleil: Corteo, scheduled for March 5, 2023 at the Climate Pledge Arena. Id. 10 ¶ 9(d); see also id. ¶ 9(a)–(b) (identifying additional ticket purchases made by 11 Plaintiff).

12 In connection with each of these purchases, Plaintiff had to assent to the Terms 13 on multiple occasions—including each time she signed in to her account,⁸ and each 14 time she placed an order. For example, when Plaintiff purchased tickets to Cirque 15 Du Soleil on November 2, 2022, she was required to sign in to her account—at which 16 point she would have seen the exact same sign-in notice discussed above, in Section 17 II.C.1. Then, to complete the ticket purchase, Plaintiff was required to check a box 18 affirmatively acknowledging: "I have read and agree to the current Terms of 19 Use." The notice appeared in bold font, with the words "Terms of Use" in color-20 contrasting, bright blue text (hyperlinked directly to the full text of the current 21 Terms), immediately above the "Place Order" button:



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1 See Tobias Decl. ¶ 12. This notice is similar to the one that the Ninth Circuit found 2 constituted constructive notice (thereby binding users to the Terms) in Oberstein: it 3 appears in **bold**, bright blue, color-contrasting text, hyperlinks directly to the Terms, 4 and is immediately above the "Place Order" button. Oberstein, 2023 WL 1954688, 5 at *7-9, aff'g 2021 WL 4772885, at *6-7; Tobias Decl. ¶ 14 & Exs. 9-10 6 (screenshots of notice at issue in *Oberstein*). But in contrast to the notice at issue in 7 *Oberstein*, the purchase page notice in this case also required Plaintiff to check a box 8 affirming her agreement to the current Terms. In 2022, Plaintiff checked that box 9 on Ticketmaster's sites two separate times. Each time she did so, Plaintiff again 10 affirmed her agreement to the "current Terms of Use."

11

III. LEGAL STANDARD

12

The Federal Arbitration Act ("FAA") governs Plaintiff's claims. See Tobias 13 Decl. Exs. 14–18 (current and prior versions of the Terms, stating that the FAA 14 governs). Under the FAA, an agreement to arbitrate "shall be valid, irrevocable, and 15 enforceable, save upon such grounds as exist at law or in equity for the revocation of any contract." 9 U.S.C. § 2. Congress enacted the FAA in order "to replace [a] 16 'widespread judicial hostility'" toward arbitration "with a 'liberal policy favoring 17 18 arbitration." In re Grice, 974 F.3d 950, 955 (9th Cir. 2020) (citation omitted). 19 Courts must "rigorously... enforce arbitration agreements according to their 20 terms." Id. (quoting Epic Sys. Corp. v. Lewis, 138 S. Ct. 1612, 1621 (2018). By 21 "affording parties discretion in designing arbitration processes," the FAA promotes 22 "efficient, streamlined procedures tailored to the type of dispute." AT&T Mobility 23 LLC v. Concepcion, 563 U.S. 333, 344 (2011).

24

Pursuant to the FAA's strong policy favoring arbitration, the district court's 25 role in ruling on a motion to compel arbitration is typically "limited to determining: 26 (1) whether a valid agreement to arbitrate exists and, if it does, (2) whether the 27 agreement encompasses the dispute at issue." *Oberstein*, 2021 WL 4772885, at *2. But where, as here, the parties delegate to the arbitrator the power to decide gateway 28

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1 arbitrability issues—such as the scope and enforceability of the arbitration 2 agreement—the district court's inquiry is even more limited. "[I]f a valid agreement exists, and if the agreement delegates the arbitrability issue to an arbitrator, a court 3 may not decide the arbitrability issue." Henry Schein, Inc. v. Archer & White Sales, 4 5 Inc., 139 S. Ct. 524, 530 (2019). To determine whether there is a valid delegation clause, the court undertakes a limited inquiry into whether the parties "clearly and 6 7 unmistakably" delegated the power to decide arbitrability to the arbitrator. 8 Brennan v. Opus Bank, 796 F.3d 1125, 1130 (9th Cir. 2015).

- 9 ARGUMENT IV.
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A. **Plaintiff Assented to the Terms on Multiple Occasions**

11 There is no question that Plaintiff repeatedly agreed to the current Terms including the multiple occasions when she signed in to her account, accepted the 12 13 transfer of tickets into her account, and purchased tickets.

14 The notice that Plaintiff saw at sign-in alone is dispositive here. Each time 15 Plaintiff signed in to her Ticketmaster account in November and December 2022, for example—which she was required to do, in order to register for and participate 16 17 in the presales, and to accept ticket transfers—Plaintiff was presented with the exact 18 same notice that the Ninth Circuit recently found is conspicuous and binds users to 19 the Terms and the arbitration agreement therein. See Oberstein, 2023 WL 1954688, at *7-9, aff'g 2021 WL 4772885, at *6-7.9 As the Ninth Circuit explained, that 20 21 notice at sign-in "provide[s] reasonably conspicuous notice of the Terms"; as a result, users (like Plaintiff) who sign in to their Ticketmaster accounts 22 23 "unambiguously manifest[] assent" to the current Terms, including the arbitration 24 agreement. Id. The Court's inquiry can and should end there: Oberstein is binding authority, and the Court need only find that Plaintiff assented to the Terms at one 25

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- ⁹ See also Hansen, 2020 WL 7319358, at *1, *5 (finding that the exact same notice at sign-in bound users to the Terms); Ajzenman, 2020 WL 6031899, at *2, *4 (same); Lee, 817 F. App'x at 394–95 (same conclusion, on *de novo* review, with respect to substantially identical notice at sign-in). 27 28

point in the user flow to conclude that the Terms are enforceable. *See Lee*, 2019 WL
 9096442, at *1 n.1; *Dickey*, 2019 WL 9096443, at *7.

3 But Plaintiff also assented to the Terms on many, many other occasions. For example, Plaintiff assented to the Terms, multiple times, when she accepted the 4 5 transfer of tickets to The Eras Tour into her Ticketmaster account. There, when she initially clicked to accept the transfer, the notice: (1) was directly adjacent to the 6 7 "Accept Tickets" button, (2) explicitly stated that, by clicking that button, Plaintiff 8 agreed to the Terms, and (3) displayed "Terms of Use" in color-contrasting, bright 9 blue font that hyperlinked directly to the full text of the Terms. See Tobias Decl. 10 ¶ 16. Courts have repeatedly found assent where plaintiffs were presented with notices that had these (and similar) features. See, e.g., Lee, 817 F. App'x at 394-95; 11 12 *Nevarez*, 2017 WL 3492110, at *7–10; *Himber*, 2018 WL 2304770, at *5; *In re Ring* LLC Priv. Litig., No. 19-cv-10899, 2021 WL 2621197, at *5 (C.D. Cal. June 24, 13 14 2021) (collecting cases).

15 Plaintiff also checked a box affirming that she read and agreed to the current Terms each time she purchased tickets through Ticketmaster's platform in 2022. See 16 17 Tobias Decl. ¶ 12. Again, the Ninth Circuit, this Court, and others have repeatedly 18 found that similar notices on Defendants' purchase pages are conspicuous and bind 19 users to the Terms. See Oberstein, 2021 WL 4772885, at *6-7; Ajzenman, 2020 WL 6031899, at *2, *4; Nevarez v. Forty Niners Football Co., LLC, No. 16-cv-07013, 20 21 2017 WL 3492110, at *7–10 (N.D. Cal. Aug. 15, 2017). The notice on the purchase pages that Plaintiff saw when purchasing tickets in 2022 is, if anything, even more 22 23 conspicuous than the purchase pages at issue in *Oberstein* and other cases, because 24 it includes a box that users must check, attesting that they "have read and agree to 25 the current Terms," before they can complete their purchase. See Tobias Decl. ¶ 12. 26 Courts routinely find that checkbox notices—referred to as pure "clickwrap" notices-bind users to the terms at issue. See, e.g., In re Holl, 925 F.3d 1076, 1084 27 (9th Cir. 2019) ("no question" that plaintiff "affirmatively assented to the ... Terms" 28

1 where "[h]e checked a box acknowledging as much"); Oberstein, 2023 WL 2 1954688, at *9 (explaining that, to avoid any "second-guessing" about whether a 3 particular notice is sufficiently conspicuous and "ensure that an online agreement 4 passes muster, clickwrap is the safest choice").

5 As the Ninth Circuit held in *Oberstein*, the notices on "the Ticketmaster and Live Nation websites provide[] reasonably conspicuous notice of the Terms to which 6 7 [users] unambiguously manifest[] assent," therefore, "the Terms, including the 8 arbitration provision, [are] valid and binding." Id. Plaintiff was presented with those notices many times, including in connection with her attempts to purchase tickets to 9 10 The Eras Tour, and she unambiguously manifested her assent many times. She is therefore bound by the Terms, including the arbitration provision. 11

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B. The Parties Clearly and Unmistakably Delegated Arbitrability to the Arbitrator

Once the Court finds that Plaintiff agreed to be bound by the Terms, the 14 Court's inquiry ends. To the extent Plaintiff intends to challenge whether her claims 15 fall within the scope of the arbitration agreement, that agreement "clearly and 16 unmistakably" provides that those issues must be decided by an arbitrator and not 17 the Court. See Henry Schein, 139 S. Ct. at 529, 531 (holding that where there is 18 "clear and unmistakable evidence" that the "contract delegates the arbitrability 19 question to an arbitrator, the courts must respect the parties' decision as embodied 20 21 in the contract," "even if the court thinks that the argument that the arbitration agreement applies to a particular dispute is wholly groundless"). 22

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This Court has already determined, on multiple occasions, that the Terms are "clear and unmistakable" in delegating issues of arbitrability to the arbitrator, not the Court. Oberstein, 2021 WL 4772885, at *7; Dickey, 2019 WL 9096443, at *8. 25 The Terms specify that: 26

The arbitrator, and not any federal, state or local court or agency, shall have exclusive authority to the extent permitted by law to resolve <u>all</u> disputes arising out of or relating to the interpretation, applicability, 1 2 enforceability, or formation of this Agreement, including, but not limited to any claim that all or any part of this Agreement is void or voidable.¹⁰

3 See Tobias Decl. Ex. 14 (current Terms) (emphasis added); see also id. Exs. 15–18 4 (prior versions).¹¹ "Multiple other courts," in addition to this one, "have looked at 5 the exact same language and also confirmed that it satisfies the 'clear and 6 unmistakable' standard." Oberstein, 2021 WL 4772885, at *7 (citing Lee, 2019 WL 7 9096442, at *1); Nevarez, 2017 WL 3492110, at *11; Himber, 2018 WL 2304770, 8 at *5. There is no reason why the Court should "deviate from its previous holding" 9 that the delegation clause in the [Defendants'] TOUs meets the requisite 'clear and 10 unmistakable' standard." Oberstein, 2021 WL 4772885, at *7 (quoting Dickey, 11 2019 WL 9096443, at *8). Further, as this Court recently explained, because the 12 delegation clause is clear and unmistakable (including in its delegation of 13 arbitrability), questions regarding the scope of the arbitration provision are 14 "contractually delegated to the arbitrator." See id. at *8; see also, e.g., Schwendeman 15 v. Health Carousel, LLC, No. 18-cv-07641, 2019 WL 6173163, at *3 (N.D. Cal. 16 Nov. 20, 2019) (analyzing arbitration provision with the exact same delegation

¹⁰ In addition, the Terms also specify that the arbitration "will be administered 18 by New Era ADR in accordance with their Virtual Expedited Arbitration Rules and Procedures, as well as any applicable General Rules and Procedures, except as modified by the Terms." Tobias Decl. Ex. 14. The New Era Rules specify that 19 "[a]ny question or matter of arbitrability of a dispute shall be determined solely by 20 the neutral(s) provided by New Era ADR Inc. and not in a court of law or other judicial forum. The parties agree and acknowledge that they are waiving their right 21 to seek a determination of arbitrability in a court of law or other judicial forum." New Era Rule 2(z)(i) (emphasis in original). This is further "clear and unmistakable" evidence that the parties intended the arbitrator to determine the threshold question of arbitrability. *See, e.g., Johnson v. Oracle Am., Inc.*, No. 17-cv-05157, 2017 WL 8793341, at *6–9 (N.D. Cal. Nov. 17, 2017) (enforcing 22 23 arbitration agreement incorporating arbitration provider's rules, which gave 24 "arbitrator authority to decide arbitrability disputes").

¹¹ The delegation clause in the current Terms is identical to prior versions (including the versions at issue in *Oberstein* and *Dickey*), save for one difference; it includes a narrow exception: "[I]n the event of a dispute about which particular version of this Agreement you agreed to, a court will decide that specific question."
²⁷ Tobias Decl. Exs. 14 (current Terms), 15–18 (prior versions). This exception does not apply here, as the Terms were last updated on July 2, 2021, and Plaintiff assented to the Terms as recently as December 9, 2022, as well as on multiple, additional occasions post-July 2021. *See supra* Sections II.C & IV.A.

language and concluding that "the delegation clause . . . delegates to the arbitrator
 all questions of arbitrability, including . . . whether the Agreement covers a
 particular controversy"); *Andrews v. Michaels Store, Inc.*, No. 21-cv-02294, 2021
 WL 4813760, at *5, *7 (C.D. Cal. Sept. 15, 2021) (similar). The Court's analysis
 can and should stop there.

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C. The Arbitration Agreement Plainly Encompasses the Dispute at Issue

8 Because the delegation clause clearly and unmistakably delegates questions 9 of arbitrability to the arbitrator, the Court need not—and may not—inquire further. 10 See Henry Schein, 139 S. Ct. at 530. If, however, the Court finds the delegation 11 clause does not meet the clear and unmistakable standard, the Court should still 12 enforce the parties' arbitration agreement because the arbitration agreement plainly encompasses Plaintiff's claims. "[T]he scope of the claims governed by an 13 arbitration clause depends on the language used in the clause." Augustine v. TLC 14 15 Resorts Vacation Club, LLC, No. 18-cv-01120, 2018 WL 3913923, at *8 (S.D. Cal. Aug. 16, 2018) (citation omitted). The Supreme Court has held that claims must be 16 17 arbitrated "unless it may be said with positive assurance that the arbitration clause is 18 not susceptible of an interpretation that covers the asserted dispute." AT&T Techs., 19 Inc. v. Commc'ns Workers of Am., 475 U.S. 643, 650 (1986) (citation omitted). In 20 making this determination, courts in the Ninth Circuit interpret provisions that 21 include the phrase "relating to" broadly. See, e.g., Cayanan v. Citi Holdings, Inc., 928 F. Supp. 2d 1182, 1207 (S.D. Cal. 2013) ("The Ninth Circuit explained . . . that 22 23 the inclusion of the phrase 'relating to' should lead to a broader interpretation."). 24 Plaintiff's claims are unquestionably covered by the arbitration provision, which broadly states: 25

> <u>any</u> dispute, claim, or controversy <u>relating in any way</u> to the Terms, your use of the site, or products or services sold, distributed, issued, or serviced by or through us ... will be resolved solely by binding, individual arbitration as set forth in the Terms, rather than in court.

1 Tobias Decl. Ex. 14 (emphases added). Plaintiff's claims not only relate to, but 2 indeed are anchored in, Ticketmaster's website, products, and services in connection 3 with The Eras Tour onsale. The very first paragraph of Plaintiff's Complaint alleges that her lawsuit derives from Defendants' "handling of the presale, sale, and resale 4 5 of concert tickets to Taylor Swift's 'The Eras' Tour." Compl. ¶ 1. And Plaintiff 6 claims that all of her injuries, and all the putative class members' injuries, "flow, in 7 each instance, from a common nucleus of operative fact, namely, Defendants' 8 anticompetitive and misleading conduct in connection with its ticketing services for 9 Taylor Swift's 'The Eras' Tour." Id. ¶ 51.

10 For example, Plaintiff alleges that: "Ticketmaster controlled the registration and access to 'The Eras' Tour tickets," id. ¶ 27; "Ticketmaster's website crashed" 11 during the onsale, *id.* ¶ 30; and Ticketmaster charged "supracompetitive" prices for 12 13 tickets to the Eras Tour, resulting in damages to Plaintiff and putative class members, id. ¶ 44. In making these allegations, Plaintiff concedes that she used Ticketmaster's 14 15 site and services in connection with The Eras Tour onsale-for example, to register for and participate in the presales, and communicate with Ticketmaster about how 16 17 those presales would work—and she claims that, while using Ticketmaster's site and 18 services, "she experienced significant technical issues" that then caused her to suffer 19 damages. Id. ¶¶ 18-24.

20 The Eras Tour resale tickets that Plaintiff ultimately received—and that 21 Plaintiff claims she overpaid for (*id.* ¶ 24)—are also distributed, issued, and serviced by Ticketmaster. Ticketmaster is the primary ticketing service provider for the event 22 23 to which Plaintiff purchased tickets; it distributes, issues, and services the tickets 24 (e.g., it distributes tickets to users' accounts, manages the digital ticket and barcodes, 25 handles ticket security, and operates the software used to verify those tickets upon 26 admission to the event, which has not yet occurred). See Tobias Decl. ¶ 15. Indeed, 27 Plaintiff was informed of that fact when she accepted the transfer of those tickets 28 into her Ticketmaster account. See Tobias Decl. ¶ 16.

LATHAM & WATKINS LLI Attorneys At Law San Francisco There is no question that Plaintiff's claims relate to her "use of the site" and
 "products or services sold, distributed, issued, or serviced by or through"
 Defendants. *See* Tobias Decl. Ex. 14. Where, as here, "a valid agreement to arbitrate
 exists," and that "agreement encompasses the dispute at issue," "the [FAA] requires
 the court to enforce the arbitration agreement in accordance with its terms." *Chiron Corp. v. Ortho Diagnostic Sys., Inc.*, 207 F.3d 1126, 1130 (9th Cir. 2000).

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D. The Court Should Dismiss This Action

8 The Court "may either stay the action or dismiss it outright when, as here, the 9 court determines that all of the claims raised in the action are subject to arbitration." 10 *Johnmohammadi v. Bloomingdale's, Inc.*, 755 F.3d 1072, 1074 (9th Cir. 2014). 11 Here, as courts have found in many other cases, dismissal is the most efficient path 12 forward. *See, e.g., Peterson v. Lyft*, No. 16-cv-07343, 2018 WL 6047085, at *6 13 (N.D. Cal. Nov. 19, 2018) (granting motion to compel arbitration and dismissing 14 case).

15 **V**.

. CONCLUSION

The FAA directs courts to "respect and enforce the parties' chosen arbitration procedures" and "rigorously . . . enforce arbitration agreements according to their terms." *Epic Sys. Corp. v. Lewis*, 138 S. Ct. 1612, 1621 (2018). The parties here unquestionably agreed to arbitrate the claims at issue, including threshold questions of arbitrability. Defendants therefore respectfully request that the Court grant Defendants' motion to compel arbitration and dismiss or, in the alternative, stay this action.

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1	Dated: February 24, 2023		Respectfully Submitted,
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LATHAM & WATKINS	1		MEM. OF P. & A. IN SUPP. OF 18 MOT. TO COMPEL ARBITRATION

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CERTIFICATE OF WORD COMPLIANCE

2			
3	The undersigned, counsel of record for Defendants Ticketmaster L.L.C. and		
4	Live Nation Entertainment, Inc., certifies that this brief contains 5,726 words, which		
5	complies with the word limit of Civil Local Rule 11-6.1.		
6			
7	Dated: February 24, 2023	/s/ Timothy I	. O'Mara
8		Timothy I	O'Mara
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LATHAM & WATKINS LLF Attorneys At Law San Francisco		19	MEM. OF P. & A. IN SUPP. OF MOT. TO COMPEL ARBITRATION CASE NO. 2:22-CV-09230-GW-GJS