# UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF FLORIDA

HAWK TECHNOLOGY SYSTEMS, LLC,	)
Plaintiff,	) Case No
<b>v.</b>	)
VICON INDUSTRIES, INC.	)
Defendant.	) ) )
	<del></del> /

### **COMPLAINT**

Plaintiff, HAWK TECHNOLOGY SYSTEMS, LLC ("Hawk"), hereby sues VICON INDUSTRIES, INC. ("Vicon") and alleges:

## **NATURE OF THE ACTION**

1. This is a civil action for patent infringement of United States Patent No. RE43,462 ('462 Patent). The '462 Patent is a reissue of United States Patent No. 5,265, 410 (the '410 Patent). The independent claims in the reissued '462 Patent are substantially identical to the corresponding claims in the original '410 Patent.

#### **PARTIES**

- 2. Hawk is a limited liability company organized and existing under the laws of the State of Florida and maintains its principal place of business at 2 South Biscayne Blvd., Suite 3800, Miami, Florida 33131.
- 3. Vicon is a corporation organized and existing under the laws of the State of New York, with its corporate headquarters at 89 Arkay Drive, Hauppauge, New York.
- 4. Vicon is registered to do business in the State of Florida as a foreign profit corporation.

5. Vicon's Florida Registered Agent is Randy Schulman; his address is 327 Berenger Walk, Wellington, Florida 33414.

#### JURISDICTION AND VENUE

- 6. Pursuant to 28 U.S.C. §§ 1331 and 1338(a), this Court has original jurisdiction over the subject matter of this action because this is an action arising under the Patent Laws of the United States, 35 U.S.C. § 1 et. seq.
- 7. This court has personal jurisdiction over Vicon pursuant to Florida's long-arm statute Fla. Stat. § 48.193(1)(b), (f)(1)-(2) because Vicon is (a) operating, conducting, engaging or carrying on a business in the State of Florida; (b) committing tortious acts within the State of Florida; and (c) engaging in substantial and not isolated activity within the State of Florida. Further, the exercise of personal jurisdiction comports with Due Process under the United States Constitution.
  - 8. Pursuant to 28 U.S.C. §§ 1391 and 1400(b), venue is proper in this district.

# **GENERAL ALLEGATIONS**

- 9. Hawk Technology Systems was formed in 2012 to commercialize the inventions of its founder, Barry Schwab.
  - 10. Mr. Ken Washino and Mr. Schwab invented the '462 Patent.
- 11. Mr. Washino and Mr. Schwab have collaborated on a number of other pioneering inventions resulting in patents in the areas of video archiving, video downloading and digital cinema.
- 12. Mr. Schwab also is a named inventor on more than thirty patents, ranging from consumer products to secure network computing.

# Claim 1 Of The '462 Patent

### 13. Claim 1 of the '462 patent states:

A video storage and display system, comprising:

one or more video cameras, each outputting a signal representative of a video image;

means to receive the signals from each camera and digitally compress the images;

two forms of high-capacity storage media, one being randomly searchable while the other continues to store the digitally compressed image; and

a computer configured to receive the digitally compressed images, the computer being interfaced to the following devices:

a display screen,

means to receive externally derived operator commands, and

the high-capacity storage media, and

wherein the computer is programmed to perform the following functions:

display the digitally compressed images from the cameras in different windows on the display screen, each window being associated with an update rate and dimensions in pixels,

vary the spatial parameters and temporal parameters at which a particular image is updated in its window in accordance with one of the externally derived commands,

store the digitally compressed images in the high-capacity storage media, and

vary the spatial parameters and temporal parameters at which a particular image is stored in accordance with one of the externally derived commands.

('462 Patent, Col. 10, line 57 – Col. 11, line 20).

#### Claim 12 Of The '462 Patent

#### 14. Claim 12 of the '462 patent states:

The method of simultaneously displaying and storing multiple video images, comprising the steps of:

receiving video images at a personal computer based system from one or more sources;

digitizing any of the images not already in digital form using an analog-to-digital converter;

displaying at least certain of the digitized images in separate windows on a personal computer based display device, using a first set of temporal and spatial parameters associated with each image in each window;

converting one or more of the video source images into a data storage format using a second set of temporal and spatial parameters associated with each image; and

simultaneously storing the converted images in a storage device.

('462 Patent, Col. 11, line 62 – Col. 12, line 10).

#### Claim 15 Of The '462 Patent

15. Claim 15 of the '462 patent states:

A video storage and display system, comprising:

one or more video cameras, each outputting a signal representative of a video image; means to receive the signals from each camera and digitally compress the images; and a computer configured to receive the digitally compressed images, the computer being interfaced to the following devices:

a display screen,

means to receive externally derived operator commands including means for sensing a deviation from the normal-state image scene associated with at least one of the video cameras, the existence of the deviation being used as the basis for generating an externally derived command, and

a high-capacity storage medium, and

programmed to perform the following functions:

display the digitally compressed images from the cameras in different windows on the display screen, each window being associated with an update rate and dimensions in pixels,

vary spatial parameters and temporal parameters at which a particular image is updated in its window in accordance with one of the externally derived commands,

store the digitally compressed images in the high-capacity storage medium, and

vary the spatial parameters and temporal parameters at which a particular image is stored in accordance with one of the externally derived commands.

('462 Patent, Col. 12, line 15 – 45).

- 16. Vicon develops, produces and sells high definition security systems to protect and monitor various locations worldwide.
- 17. At all material times, Vicon was actually aware, or should have been aware, that its security systems infringe the '410 Patent and '462 Patent.
  - 18. All conditions precedent to bringing this action have occurred or been waived.
- 19. Hawk has retained counsel to represent it in this matter and is obligated to pay its counsel a reasonable fee for its services.
  - 20. Pursuant to 35 U.S.C. § 285, Hawk is entitled to recover its attorneys' fees.

# **COUNT I: DIRECT INFRINGEMENT OF THE '462 PATENT**

- 21. The allegations contained in paragraphs 1-20 above are hereby re-alleged as if fully set forth herein.
- 22. Vicon makes, uses, sells, offers to sell in the U.S. or imports into the U.S. security systems that infringe independent claim 1 in the '462 Patent.
- 23. Vicon makes, uses, sells, offers to sell in the U.S. or imports into the U.S. security systems that infringe independent claim 12 in the '462 Patent.
- 24. Vicon makes, uses, sells, offers to sell in the U.S. or imports into the U.S. security systems that infringe independent claim 15 in the '462 Patent.
- 25. Vicon makes, uses, sells, offers to sell in the U.S. or imports into the U.S. security systems that infringe on one or more of the independent or of dependent claim in the '462 Patent.
  - 26. Vicon is an exceptional case within the meaning of 35 U.S.C. § 285.

WHEREFORE, Hawk respectfully requests the Court:

A. Enter a judgment finding that Vicon has directly infringed the '462 Patent.

- B. Pursuant to 35 U.S.C. § 284, order Vicon to pay damages adequate to compensate for the infringement, but in no event less than a reasonable royalty for the use made of the invention by Vicon, together with interest and costs;
- C. Find that Vicon's patent infringement was willful and malicious and award treble damages to Hawk under 35 U.S.C. § 284;
- D. Find this to be an exceptional case of patent infringement under 35 U.S.C. § 285 and award reasonable attorneys' fees, costs, and expenses incurred by Plaintiffs in prosecuting this action; and
  - E. Award such other and further relief as the Court deems just and proper.

### COUNT II: INDUCEMENT OF PATENT INFRINGEMENT

- 27. The allegations contained in paragraphs 1-20 above are hereby re-alleged as if fully set forth herein.
- 28. Pursuant to 35 U.S.C. § 271(b), Vicon is liable for actively inducing third parties to infringe independent Claims 1, 12, 15 and/or one or more of the other claims in the '462 Patent.
- 29. The third parties use security systems provided by Defendant that infringe the '462 Patent.

# WHEREFORE, Hawk respectfully requests the Court:

- A. Enter a judgment finding that Vicon has induced others to infringe the '462 Patent.
- B. Pursuant to 35 U.S.C. § 284, order Vicon to pay damages adequate to compensate for the infringement, but in no event less than a reasonable royalty for the use made of the invention by Hawk, together with interest and costs;

6

- C. Find that Vicon's inducement to commit patent infringement was willful and malicious and award treble damages to Hawk under 35 U.S.C. § 284;
- D. Find this to be an exceptional case of patent infringement under 35 U.S.C. § 285 and award reasonable attorneys' fees, costs, and expenses incurred by Plaintiffs in prosecuting this action; and
  - E. Award such other and further relief as the Court deems just and proper.

### **COUNT III: CONTRIBUTORY PATENT INFRINGEMENT**

- 30. The allegations contained in paragraphs 1-20 above are hereby re-alleged as if fully set forth herein.
- 31. Pursuant to 35 U.S.C. § 271(c), Vicon is liable for contributing to the infringement of the '462 Patent.
- 32. Vicon offers to sell, sells and imports into the United States components for use in the practicing of process claimed by the '462 Patent, and said components constitute a material part of the invention claimed independent Claims 1, 12, 15 and/or one or more of the claims in the '462 Patent and the components are not a staple article or commodity of commerce suitable for substantial non-infringing use.

# WHEREFORE, Hawk respectfully requests the Court:

- A. Enter a judgment finding that Vicon has contributed to the infringement by others the '462 Patent.
- B. Pursuant to 35 U.S.C. § 284, order Vicon to pay damages adequate to compensate for the infringement, but in no event less than a reasonable royalty for the use made of the invention by Vicon, together with interest and costs;

7

- C. Find that Vicon's contribution to the patent infringement of others was willful and malicious and award treble damages to Hawk under 35 U.S.C. § 284;
- D. Find this to be an exceptional case of patent infringement under 35 U.S.C. § 285 and award reasonable attorneys' fees, costs, and expenses incurred by Plaintiffs in prosecuting this action; and
  - E. Award such other and further relief as the Court deems just and proper.

#### **JURY TRIAL**

Plaintiff demands a trial by jury on all issues so triable.

Respectfully submitted,

By: /s/ M. Keith Lipscomb

M. Keith Lipscomb (Fla. Bar No. 429554) LIPSCOMB, EISENBERG & BAKER, PL 2 South Biscayne Blvd., Penthouse 3800

Miami, FL 33131

Telephone: (786) 431-2228 Facsimile: (786) 431-2229 E-mail: klipscomb@lebfirm.com

Attorneys for Defendant

%JS 44 (Rev. 2/08)

#### CIVIL COVER SHEET

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating

the civil docket sheet. (SEE IN	STRUCTIONS ON THE REVE	RSE OF THE FORM.)	NOTICE: Attor	neys wroon mui	icate An Re-theo c	ASES DEIOW.	
I. (a) PLAINTIFFS			DEFEN	DANTS			
Hawk Technology Systems, LLC				Vicon Industries, Inc.			
(b) County of Residence	County of	Residence of First I	Listed Defendant J.S. PLAINTIFF CASES	Suffolk County ONLY)			
(c) Attorney's (Firm Name, Ad	dress, and Telephone Number)		нотв			e the location of the tract	
Michael Keith Lipscomb, 2 South Biscayne Bouleva Miami, Florida 33131, (78	rd, Suite 3800		Attomeys	LAND INVOLVE	ED.		
(a) Check County Where Actio	n Arose: 🗚 miami- dade	O MONROE O BROW	/ARD O PALM BEA	CH O MARTIN C	ST. LUCIE O INDI	AN RIVER O OKEECHOBEE HIGHLANDS	
II. BASIS OF JURISD	ICTION (Place an "X" in	One Box Only)	II. CITIZENSH	IP OF PRINC	CIPAL PARTIES	(Place an "X" in One Box for Plaintiff	
☐ 1 U.S. Government Plaintiff	√□ 3 Federal Question (U.S. Government N	ot a Party)	(For Diversity (	PTF D	EF Incorporated or Proof Business In Thi		
☐ 2 U.S. Government Defendant	☐ 4 Diversity (Indicate Citizenship	of Parties in Item III)	Citizen of Another S	ate 🗇 2 🗗	2 Incorporated and of Business In		
			Citizen or Subject of Foreign Country	a 🗇 3 🗇	3 Foreign Nation	0 6 0 6	
IV. NATURE OF SUIT				an ny ang	BANKRUPTCY	OTHER STATUTES	
CONTRACT    110 Insurance   120 Marine   130 Miller Act   140 Negotiable Instrument   150 Recovery of Overpayment & Enforcement of Judgment   151 Medicare Act   152 Recovery of Defaulted Student Loans (Excl. Veterans)   153 Recovery of Overpayment of Veteran's Benefits   160 Stockholders' Suits   190 Other Contract   195 Contract Product Liability   196 Franchise   REAL PROPERTY   210 Land Condemnation   220 Foreclosure   230 Rent Lease & Ejectment   240 Torts to Land   245 Tort Product Liability   290 All Other Real Property	PERSONAL INJURY  310 Airplane  315 Airplane Product Liability  320 Assault, Libel & Stander  330 Federal Employers' Liability  340 Marine  345 Marine Product Liability  350 Motor Vehicle 355 Motor Vehicle Product Liability  360 Other Personal Injury  CIVIL RIGHTS  441 Voting  442 Employment  443 Housing' Accommodations  444 Welfare  445 Amer. w/Disabilities - Employment  446 Amer. w/Disabilities - Other  440 Other Civil Rights	PERSONAL INJURY  362 Personal Injury - Med. Malpractice  365 Personal Injury - Product Liability  368 Asbestos Persona Injury Product Liability  PERSONAL PROPERT  370 Other Fraud  371 Truth in Lending  380 Other Personal  Property Damage  285 Property Damage  Product Liability  PRISONER PETITION  510 Motions to Vacate  Sentence  Habeas Corpus:  530 General  535 Death Penalty  540 Mandamus & Oth  550 Civil Rights	620 Other Food     625 Drug Relate     625 Drug Relate     630 Liquor Laws     640 R.R. & True     650 Airline Regs     660 Occupationa     Safety/Health     690 Other     LABOI     710 Fair Labor S     Act     720 Labor/Mgmi     730 Labor/Mgmi     730 Labor/Mgmi     740 Railway Lab     790 Other Labor     791 Empl. Ret.     Act     180	## Drug	Appeal 28 USC 158 Withdrawal 28 USC 157 OPERTY RIGHTS Copyrights	400 State Reapportionment   410 Antitrust   430 Banks and Banking   450 Commerce   460 Deportation   470 Racketeer Influenced and Corrupt Organizations   480 Consumer Credit   490 Cable/Sat TV   810 Selective Service   850 Securities/Commodities/Exchange   875 Customer Challenge   12 USC 3410   890 Other Statutory Actions   891 Agricultural Acts   892 Economic Stabilization Act   893 Environmental Matters   894 Energy Allocation Act   900 Appeal of Fee Determination Under Equal Access to Justice   950 Constitutionality of State   Statutes	
∠01 Original □ 2 R		see VI below)	4 Reinstated or Reopened	(specify)	ct 6 Multidist Litigation	n Judgment	
VI. RELATED/RE-FII CASE(S).	second page):	a) Re-filed Case D Y  JUDGE Donald M. I  tute under which you are	Middlebrooks	DO	ces ØYES © NO CKET NUMBER 230 ause (Do not cite juri		
VII. CAUSE OF ACTI		rja 3 dave estimate	ed (for both sides to to	v entire case)			
VIII. REQUESTED IN COMPLAINT:		S A CLASS ACTION	DEMAND \$	//	CHECK YES only	y if demanded in complaint:  2 You No	
ABOVE INFORMATION IS THE BEST OF MY KNOWI		SIGNATURE	TORNEY OF BECOM		date Februar	y 21, 2013	
		· <i>y</i>	AM	FOR OFFICE US	SE ONLY RECEIPT #	IFP	

# UNITED STATES DISTRICT COURT

for the

Southern District of F	Florida				
HAWK TECHNOLOGY SYSTEMS, LLC, )					
Plaintiff(s)	Civil Action No.				
SUMMONS IN A C	CIVIL ACTION				
To: (Defendant's name and address) Randy Schulman, Registered A Vicon Industries, Inc. 327 Berenger Walk Wellington, Florida 33414.	Agent				
A lawsuit has been filed against you.  Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are:					
If you fail to respond, judgment by default will be enter You also must file your answer or motion with the court.	red against you for the relief demanded in the complaint.				
Date:	CLERK OF COURT				
•	Signature of Clerk or Deputy Clerk				

AO 440 (Rev. 06/12) Summons in a Civil Action (Page 2)

Civil Action No.

#### PROOF OF SERVICE

(This section should not be filed with the court unless required by Fed. R. Civ. P. 4 (1))

	This summons for (nan	ne of individual and title, if any)						
was re	ceived by me on (date)							
	☐ I personally served	the summons on the indiv	idual at (place)					
			on (date)	; or				
	☐ I left the summons	at the individual's residen	ce or usual place of abode with (name)					
	, a person of suitable age and discretion who resides there,							
	on (date), and mailed a copy to the individual's last known address; or							
	☐ I served the summo	ons on (name of individual)		, who is				
•	designated by law to accept service of process on behalf of (name of organization)							
			on (date)	; or				
	☐ I returned the sumn	nons unexecuted because		; or				
	☐ Other (specify):							
	My fees are \$	for travel and \$	for services, for a total of \$	0.00				
	I declare under penalty	of perjury that this inform	nation is true.					
Date:			Server's signature					
			50,10, 0.38,					
		_	Printed name and title					
			Server's address					

Additional information regarding attempted service, etc: