IN THE CHANCERY COURT FO	OR DAVIDSON COUNTY, TENNESSEE
CREATIVE ARTISTS AGENCY, LLC,	} = IT
Plaintiff,	් යා ද ද
v.	) Case No. 11.503 TIT
RALPH O. "RALPHIE" MAY and DEEZ	
NUTZ ENTERTAINMENT, INC.,	) )
Defendants.	)

# **COMPLAINT**

Plaintiff, Creative Artists Agency, LLC ("CAA"), for its Complaint against Defendants, Ralph O. "Ralphie" May ("May") and Deez Nutz Entertainment, Inc. ("DNE") (collectively, "Defendants"), states as follows:

#### **PARTIES**

- 1. CAA is a limited liability company organized and existing pursuant to the laws of the State of Delaware, with its principal place of business in Los Angeles, California. It is registered to do business in the State of Tennessee and maintains an office at 401 Commerce Street, Nashville, Tennessee 37219.
- 2. DNE is a corporation organized and existing pursuant to the laws of the State of Tennessee, with its principal place of business in Nashville, Davidson County, Tennessee. It can be served with process through its registered agent, Ralphie May, at 1003 Halcyon Avenue, Nashville, Tennessee 37204-2527.
- 3. May is an individual who primarily resides in Nashville, Davidson County, Tennessee. He can be served with process at 1003 Halcyon Avenue, Nashville, Tennessee 37204-2527.

#### JURISDICTION AND VENUE

- 4. This Court has jurisdiction over this action pursuant to Tenn. Code Ann. §§ 16-11-101—16-11-103.
- 5. Venue is proper in this Court pursuant to Tenn. Code Ann. § 20-4-101(a) because Defendants reside and/or are principally located in Davidson County, Tennessee, and the cause of action arose in Davidson County, Tennessee.

#### FACTUAL BACKGROUND

- 6. CAA is one of the world's leading full-service entertainment and sports talent agencies. It represents successful and famous professionals working in film, television, music, theater, video games, sports, and digital content and also provides a range of strategic marketing and consulting services to its clients.
- 7. May is a famous stand-up comedian who appeared on the first season of the television series *Last Comic Standing*. Since then, he has released a comedy album, has recorded a number of comedy specials on Comedy Central and Netflix, and performs stand-up comedy routines at venues across the country. DNE is May's production company (sometimes referred to in the industry as a "loan-out company") that is associated with his comedic performances.
- 8. CAA, through its employed agents, represented Defendants from approximately October 2005 to September 2007 and again from approximately October 2013 to September 2014. CAA and Defendants agreed that CAA would procure, negotiate, and service projects and/or engagements for Defendants in exchange for a ten percent (10%) commission on all earnings received by Defendants for such projects and/or engagements pursuant to the payment terms agreed to by Defendants and the other parties employing the services.
- 9. On May 6, 2014, a representative of Netflix provided to Defendants' representatives, including CAA, a proposal of terms in connection with an original stand-up

feature concert special (to be recorded later that year) and an existing stand-up feature concert special, entitled "Imperfectly Yours," which had already been recorded in 2013 and which Netflix wished to license from Defendants (collectively, the "Netflix Specials"). CAA, on behalf of Defendants, procured and substantially assisted with negotiating and finalizing the agreement for the Netflix Specials. CAA is informed and believes that Netflix paid Defendants a flat fee of \$600,000.00 for the Netflix Specials, which was paid out to Defendants in installments over a period of time (the "Netflix Licensing Fee"). Pursuant to the terms of the agreement between CAA and Defendants, CAA was entitled to ten percent (10%) of the Netflix Licensing Fee as its commission. By March 27, 2015, Defendants had already received \$270,000.00 of the Netflix Licensing Fee, and Defendants' business manager at the time acknowledged and agreed that CAA was owed \$27,000.00 (or 10%) of those monies for its commission and that she would "alert [CAA] when [Defendants] received [further] payments so [CAA] can invoice for those at that time." Defendants have since received payment in full of the Netflix Licensing Fee. Attached hereto as Exhibit A is a true and correct copy of CAA's Booking Report for the Netflix Specials, which illustrates CAA's entitlement to a ten percent (10%) commission on the Netflix Licensing Fee.

On August 7, 2014, CAA booked Defendants for four separate stand-up comedy performances at Goodnight's Comedy Club in Raleigh, North Carolina to take place from June 4, 2015 through June 7, 2015 (the "GCC Performances"). Defendants were guaranteed payment of \$25,000.00 for the GCC Performances (the "GCC Fee"). Pursuant to the terms of the agreement between CAA and Defendants, CAA was entitled to receive ten percent (10%) of the GCC Fee as its commission. Defendants have since received payment in full of the GCC Fee. Attached hereto as Exhibit B is a true and correct copy of CAA's booking details for the GCC Performances.

11. Defendants owe CAA a total of \$62,500.00 in commissions from the Netflix Licensing Fee and the GCC Fee. Attached hereto as Exhibit C is a true and correct copy of CAA's Invoice to Defendants reflecting the total amounts due and owing to CAA. Despite CAA's repeated efforts to collect the commissions it is owed, Defendants have refused to pay CAA such commissions.

#### CLAIM FOR RELIEF

# **Breach of Contract**

- 12. The allegations in Paragraphs 1 through 11 are fully incorporated herein as if expressly re-alleged.
- 13. CAA had an agreement with Defendants whereby CAA would procure, negotiate, and service projects and/or engagements for Defendants in exchange for a ten percent (10%) commission on all earnings received by Defendants for such projects and/or engagements pursuant to the payment terms agreed to by Defendants and the other parties employing the services (the "Agreement").
- 14. Every contract, including the Agreement, implies a duty of cooperation on the part of the parties, an obligation of good faith in its performance or enforcement, and a promise against arbitrary or unreasonable conduct.
- 15. Defendants breached the Agreement and the implied covenant of good faith and fair dealing contained therein by failing to pay CAA the commissions it is owed from the Netflix Licensing Fee and GCC Fee.
- 16. As a direct and proximate result of Defendants' breach of the Agreement, CAA has sustained damages in the amount of \$62,500.00 plus interest.
- 17. CAA reserves the right to amend this Complaint as warranted by further discovery.

WHEREFORE, CAA respectfully requests that the Court:

- (a) Award it compensatory damages totaling \$62,500.00 for commissions CAA earned pursuant to its agreement with Defendants;
- (b) Award it prejudgment interest upon all damages at the rate of 10% per annum, pursuant to Tenn. Code Ann. § 47-14-123; and
- (c) Award it such further and general relief as the Court may find just and proper under the circumstances of this matter.

Respectfully submitted,

Samuel D. Lipshie (No. 9538)

Jeffrey L. Allen (No. 26782)

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P.O. Box 340025

Nashville, Tennessee 37203

(615) 252-2332 (SDL)

(615) 252-2377 (JLA)

Attorneys for Plaintiff, Creative Artists Agency, LLC

DATED: May 18, 2017





Booking Report #. 600 13	U		
CLIENT NAME Ralphie May		CLIENT CORPORATION	
CLIENT TYPE Actor/Actress		OTHER CLIENT TYPE NAM	ME
CLIENT PARTNER NAME		PARTNER BOOKING REP	ORT NUMBER
BUYER NAME Netflix		DEAL MADE WITH	
Error: Subreport could no	t be shown.		
PROJECT TYPE TV-Non Package		OTHER PROJECT TYPE N	NAME
PROJECT TITLE (a) Ralphie May Original 2013)	Stand-up Feature Cond	cert (Netflix Original) AND (b	) Imperfectly Yours (licensed from
TV SEASON	. ,	TV EPISODE NAME AND	NUMBER
GUARANTEED AMOUNT \$600,000.00		CURRENCY USD	COMPENSATION OVERALL DEAL NO
CAA COMMISSION 10.00 %	REASON IF CAA COMMIS	SION IS LESS THAN 10%	
3RD PARTY DEDUCTIONS NAME	· · · · · · · · · · · · · · · · · · ·		AMOUNT OR %
SEND BUYER INVOICE TO	SEND BUYER INVOICE TO	DADDRESS	
SEND CLIENT INCVOICE TO	SEND CLIENT INVOICE TO ADDRESS		
PAYMENT TERM DETAILS			START DATE 5/6/2014
PAYMENT TYPE	<del>-</del>	· · · · · · · · · · · · · · · · · · ·	

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# **ELECTRONIC** CREATIVE ARTISTS AGENCY

612-309-4659

Mail To: Rich Miller at rcmcomedy@comcast.net

Offer Date: **Booking Agent**  08/07/2014 (US) Arı Levin

Status: Revision#: Booking#:

Pending 6

EXHIBIT CLIENT: Ralphie May **CORPORATION:** Deez Nuts Entertainment, Inc. (FED ID#.) Show Time: Artist Set: # Shows: Doors Open: 08:00 PM TBA Thu, Jun 4, 2015 TBA SHOW DATE(S): Fri, Jun 5, 2015 2 **TBA** 07:30 PM. **TBA** 10:00 PM TBA 07:30 PM, Sat, Jun 6, 2015 2 TBA 10:00 PM Sun, Jun 7, 2015 1 TBA 08:00 PM TBA VENUE: Goodnight's Comedy Club - Raleigh, NC Marc Grossman 861 W. Morgan St. Owner Venue Address 610-453-5326 Raleigh, NC 27603 **Business Phone** Venue Phone 919-828-5233 Venue Fax BUYER: **RCM** Entertainment Buyer Signatory Rich Miller 328 East Hennepin Ave #240 **Business Address** Minneapolis, MN 55414

**Business Fax** MIDDLE BUYER **Business Address** 

**Business Phone** 

2000 Avenue of the Stars Los Angeles, CA 90067

424-288-2000/288-2900 Fax

**Business Phone Business Fax** 

Business Phone Email

Promoter Contact Production Contact

612-309-4659 rcmcomedy@cgmcest.net

DEAL TERMS:	\$25,000.00 guarantee VS 85% of GBOR for Friday-Saturd shows after \$4,000 in expenses. Walkout Potential: \$32,8	•
DEPOSIT(s) DUE:	No deposits are required	
BILLING:	Artist to receive 100% Headline billing and close show	
PERF. LENGTH:	Artist to perform six complete shows.	
SOUND & LIGHTS:	Purchaser to provide and pay for first class sound & lights, pe	er Artist specifications.
SUPPORT TALENT:	TBD Per Artist	
ADD'L PROV:	VIP ticket holders to receive a tour laminate allowing them pri and greet.  Purchaser to receive one single hotel room.  Purchaser to provide \$1,000 for travel.  Purchaser to provide local ground transportation.  Artist agrees to all media requests.	ority seating and front of the line to post-show meet
MERCHANDISE:	100% to Artist.	Who Sells: TBA

TICKET SCALING: Show Type: Public Event Jun 4th, 2015-08:00 PM; Jun 7th, 2015-08:00 PM 260 @ \$25.00 \$6,500.00 General Admission Show Gross: \$6,500.00 Show Capacity: 260 (\$.00) Net Potential: Total Tax% .00% Tax/Deductions: \$6,500.00

Jun	5th,	2015	(2	sho	ws)	
Gan	oral	Admie	ei/			

General Admission		\$27.00	\$7,020.00		
Show Capacity:	260	Show Gross:	\$7,020.00		
Total Tax%	.00%	Tax/Deductions:	(\$.00)	Net Potential:	\$7,020.00

Jun 6th, 2015 (2 shows)

General Admission Show Capacity:	260 260	@	Show Gross:	\$7,800.00 \$7,800.00		
Show Capacity.	200		3110W G1033.	\$7,000.00		
Total Tax%	.00%		Tax/Deductions:	(\$.0 <u>0)</u>	Net Potential:	\$7,800.00



Ralphie May Jun 4 -7, 2015 Venue: Goodnight's Comedy Club - Raleigh, NC Buyer: RCM Entertainment

# FIXED EXPENSES

	Estimate	Actual
Other Expenses:		
Club Expenses	\$4,000.00	
TOTAL FIXED	\$4,000.00	

### **CALCULATIONS**

Q1104451115115	
Break Even	
Tickets Sold	1,062
Gross Potential	\$29,028.00
Net Potential	\$29,028.00
Total Fixed	\$4,000.00
Total Variable	\$
Deal Walkout	\$25,000.00

Split Point	
Ticket Sold	1,223
Gross Potential	\$33,417.00
Net Potential	\$33,417.00
Total Fixed	\$4,000.00
Total Variable	\$_
Deal Walkout	\$25,004.45

Sell Out	
Tickets Sold	1,560
Gross Potential	\$42,640.00
Net Potential	\$42,640.00
Total Fixed	\$4,000.00
Total Variable	\$
Deal Walkout	\$32,844.00

Agent:		Date:	<del></del>	
CC's:	Aaron Distler			



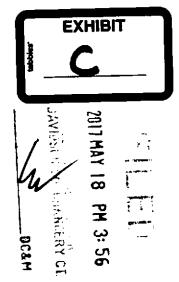
# **Invoice**

Number Date Reference INV01188394 03/27/2015 600150 - 1

Creative Artists Agency 2000 Avenue of the Stars Los Angeles, CA 90067 t: 424-288-2000

For Inquiry, please contact: TrustFollowupLZ@caa.com

Deez Nuts Entertainment, Inc. (Ralphie May) Ralphie May Attn: Pam Thompson pam@vaden.biz 1003 Halcyon Ave. Nashville, TN 37204



Regarding: Deez Nuts Entertainment, Inc. (Ralphie May)

Commission is now due for: Ralphie May Original Stand-Up Feature Concert &

Goodnight's Comedy Club/Raleigh, NC - 6/4/15; 6/5/15; 6/6/15; 6/7/15

Description	Amount
10% Commission for Stand Up Feature & Imperfectly Yours - NETFLIX (payment 1)	27,000.00
10% Commission for Stand Up Feature & Imperfectly Yours - NETFLIX (payment 2)	9,000.00
10% Commission for Stand Up Feature & Imperfectly Yours - NETFLIX (payment 3)	9,000.00
10% Commission for Stand Up Feature & Imperfectly Yours - NETFLIX (payment 4)	9,000.00
10% Commission for Stand Up Feature & Imperfectly Yours - NETFLIX (payment 5)	6,000.00
10% Commission for Goodnight's Comedy Club/Raleigh, NC - 6/4/15; 6/5/15; 6/6/15; 6/7/15	2,500.00
Total Invoice Amount Due in USD	62,500.00

Payment can be made by check or wire. If remitting by wire, please use the following information:

PLEASE be sure to reference the client name and project if possible.