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Alexandra J. Roberts
University of New Hampshire School of Law, alexandra.roberts@law.unh.edu

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NEW-SCHOOL TRADEMARK DILUTION: FAMOUS AMONG THE JUVENILE CONSUMING PUBLIC

ALEXANDRA J. ROBERTS

The recently enacted Trademark Dilution Revision Act of 2006 recalibrated the degree of fame necessary to garner protection: the TDRA applies only to a mark “widely recognized by the general consuming public of the United States as a designation of source of the goods or services of the mark’s owner.” By privileging those major players who succeed in turning their brands into household names, the TDRA strengthens incentives for mark-owners to ensure their logos and brand names are well-recognized not only among adult consumers, but also among children. This Article examines a set of marketing behaviors aimed at children that the TDRA’s revised fame standard both reflects and rewards. Deeming fewer marks famous may serve the immediate purpose of creating a higher bar for plaintiffs to successfully bring dilution claims, but that bar should be set at age twenty-one to avoid rewarding firms for making loyal consumers out of teenagers, tweens, kids and even infants.

* J.D., Yale Law School. She currently works as an associate in the Intellectual Property group of Ropes & Gray LLP in New York, NY. She would like to thank Paul Roberts and Gabriel Rosenberg for their assistance and Eric Goralnick and Annette Roberts for their patient support.
INTRODUCTION

The recently enacted Trademark Dilution Revision Act of 2006 ("TDRA") recalibrated the degree of fame necessary to garner protection: the TDRA covers only marks that are each "widely recognized by the general consuming public of the United States as a designation of source of the goods or services of the mark's owner."  By privileging those major players who succeed in turning their brands into household names, the TDRA strengthens incentives for mark-owners to ensure their logos and brand names are well-recognized not only among adult consumers, but also among children. Young audiences offer firms three markets: primary, influence and future. 1

In conjunction with increased spending power of children and teenagers and expanded protection for trademark and commercial speech, the new fame standard encourages marketers to favor persuasive over informative advertising. Firms seeking nationwide brand awareness increasingly work to cultivate mindshare across all demograph-

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2 James U. McNeal, Tapping the Three Kids' Markets, AM. DEMOGRAPHICS, Apr. 1998, at 37. ("Virtually all consumer goods makers target children, either as the primary market, as an influence on parental purchasers, or as future consumers.").
ics, rather than simply to convey product and source information to those consumers that compose a relevant niche. While the increase in advertising to non-target adult consumers of different genders, ethnicities, locations and hobbies may generate merely a surplus of noise, the proliferation of marketing campaigns directed at young children presents a growing public health threat to kids' mental, social and physical development.

Courts and scholars have yet to resolve how best to establish fame using empirical evidence in federal dilution cases. Whether to survey children as part of the relevant universe in any trademark action also remains an open question. Mapping the TDRA's fame factors onto current advertising trends illuminates how the TDRA increases incentives for firms to engage in certain marketing practices directed toward adolescents, young children and sometimes infants. Those strategies include in-school advertising, animarketing, cross-licensing and product placement deals designed specifically to appeal to kids.

Many critics have urged federal regulation or blanket bans on certain marketing practices, deriding advertisers for targeting young children in insidious and pervasive ways; others invoke the First Amendment to justify both the expansive trademark regime and the massive onslaught of advertisements geared toward young people. This Article links the marketing trends to changes in the legal landscape, resulting specifically from the enactment of the TDRA. Section I reviews how "fame" has been defined and construed under the TDRA and the Federal Trademark Dilution Act of 1995 ("FTDA"). Section II discusses the amount and variety of advertising that targets children and the three markets children comprise. Section III more closely explores a set of marketing practices that appeal to kids and teenagers. Section IV describes how three brands that relied on the marketing strategies introduced in Section II have fared thus far in establishing their marks' fame for the purpose of proving a dilution claim, and surmises how they might fare in the future under the TDRA.

4 Robert H. Thornburg, Trademark Surveys: Development of Computer-Based Survey Methods, 4 J. MARSHALL REV. INT'L PROP. L. 91, 99 (2004) ("Assessing the proper universe for children has . . . plagued survey experts with the task of determining whether to seek a survey limited just to children or to adults who purchase for children."); see infra Section IV.
The Article concludes that the TDRA protects and thus rewards those brands that rely increasingly or solely on youth audiences to generate the level of fame adequate to satisfy the revised criteria. While current trends likely contributed to changes to the fame standard under the TDRA, those changes will also feed back into and perpetuate the cycle, promising yet another reward for persuasive advertising geared toward kids. The following sections examine a set of marketing behaviors aimed at children that the TDRA’s revised fame standard both reflects and rewards. Deeming fewer marks famous may serve the immediate purpose of creating a higher bar for plaintiffs to successfully bring dilution claims, but that bar should be set at age twenty-one to avoid rewarding firms for making loyal consumers out of teenagers, tweens, kids and even infants.

I. THE EVOLUTION OF FAME

A. Limiting Dilution Protection to Famous Marks


6 The “tween” market refers to those consumers between children and teenagers, typically between ages six and twelve.


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the standard of proof was not the only thing revised. The TDRA also clearly defined “blurring” and “tarnishment,” limited dilution actions to claims for relief from those two types of injury, refined the explanation of “use in commerce,” modified the damages provision and clarified the set of viable fair use defenses. Lastly, it heightened the degree of fame necessary to garner protection, trimming the list of factors for evaluating fame from eight to four and excluding niche fame.

Regarding the latter, the TDRA covers only those marks “widely recognized by the general consuming public of the United States as a designation of source of the goods or services of the mark’s owner.” In heightening the fame requirement, the Act jettisons the “niche fame” standard that once sufficed in many circuits to shield from dilution a brand famous within the confines of its sub-community, whether a particular geographic region, group of consumers

10 William G. Barber, The Trademark Dilution Revision Act of 2005: Breathing Life Back into the Federal Dilution Statute, 16 FORDHAM INTELL. PROP. MEDIA & ENT. L.J. 1113, 1123 (“Unfortunately, the Supreme Court’s Moseley decision essentially emasculates the FTDA.”).


12 See id.

13 Id.

14 Many, but not all, courts applied the FTDA to protect niche fame. Scott C. Wilcox, The Dilution Solution: Populating the Trademark A-List, 105 MICH. L. REV. FIRST IMPRESSIONS 113, 114 (2006). Nonetheless, some critics felt the protection unwarranted and even nonsensical, arguing infringement claims adequately protected owners of marks famous only among a particular segment of the consuming public. See, e.g., Barber, supra note 10, at 1123. Conversely, some feel a line is impossible to draw, as every product is somewhat “niche.” Those niches simply vary in size: brands of snow blowers or winter gloves can probably never achieve fame among the general consuming public, given residents of some regions of the country never see a single snowflake. Jacob Jacoby, Considering the Who, What, When, Where, and How of Measuring Dilution, 24 SANTA CLARA COMPUTER & HIGH TECH. L.J. 601, 605 (2008). Shanti suggests the courts or Congress, for the sake of consistency, settle on a degree of recognition among surveyed consumers that will serve as the minimum point a mark must reach to establish its fame under the TDRA. Shanti, supra note 3, at 203. He recommends seventy percent of surveyed consumers as the minimum point; Nguyen suggests forty percent might be adequate. Xuan-Thao N. Nguyen, The New Wild West: Measuring and Proving Fame and Dilution Under the Federal Trademark Dilution Act, 63 ALB. L. REV. 201, 234 (1999).

15 See, e.g., Wawa, Inc. v. Haaf, 40 U.S.P.Q.2d (BNA) 1629, 1631 (E.D. Pa. 1996) (illustrating that WaWa, a convenience store and filling station chain, is well known in the five Mid-Atlantic states, in which it operates more than 570 stores, and is therefore a strong and famous mark); see Jessica L. Ingram, The Dilution Solution: Modifying the Requirements of Fame for a Trademark Under the Proposed Amendment to the Federal Trademark Dilution Act, 75 UMKC L. REV. 245, 245 (2006) (arguing that eliminating niche fame punishes owners of strong, regionally famous marks like WaWa, which deserve protection); see also Barton Beebe, A Defense of the New Federal Trademark Antidilution Law, 16 FORDHAM INTELL.
or product line.\textsuperscript{17} Myriad scholars, many of whom oppose the dilution doctrine based upon a belief that it lacks any foundation in consumer protection, have criticized the TDRA and its "likelihood of confusion" standard as protecting corporate interests to an offensive degree, creating excessive property rights in intangible symbols of business investment and implicating First Amendment speech rights in the process. But to others, the narrowed fame standard offsets the broadened standard of proof.\textsuperscript{18} Scot Duvall, one of the TDRA’s drafters, suggests that the higher degree of recognition the TDRA demands for famous marks actually constitutes a "significant reform" that will keep dilution law "in check" and resolve concerns that courts applied the FTDA too broadly.\textsuperscript{19}

Under the TDRA’s new definition of fame, Congress limited the scope of dilution protection to what one writer approvingly terms "A-List brands."\textsuperscript{20} For example, those surveying mark recognition would be hard-pressed to find American consumers who do not recognize many of the brands and logos that Interbrand’s ranking of the hundred most valuable global marks includes.\textsuperscript{21} A sizeable number of the brands produce goods that appeal to children, including soft drinks (Coca-Cola ranks first, with Pepsi trailing behind), snacks (including Kellogg, Wrigley, Nestle and Kraft), restaurants (McDonald’s comes in eighth, then Pizza Hut and Starbucks), apparel (including Nike and Adidas) and entertainment (Disney ranks ninth; Nintendo and MTV follow). Several ostensibly

\textsuperscript{16} See, e.g., Lozano Enters. v. La Opinion Publ’g Co., 44 U.S.P.Q.2d (BNA) 1764, 1766 (C.D. Cal. 1997) (showing how La Opinión is a newspaper widely-recognized among a significant portion of the Spanish-speaking population).

\textsuperscript{17} See, e.g., Pebble Beach Co. v. Tour 18 I, Ltd., 942 F. Supp. 1513, 1527 (S.D. Tex. 1996) (applying Texas’s antidilution statute in an action involving Pebble Beach, a course well-known among golfers) ("Pebble Beach Golf Links has consistently been named among the top five golf courses in the United States . . . [and] the evidence establishes that Pebble Beach Golf Links is a famous golf course among golfers nationwide.").


\textsuperscript{19} Id. at 1262 (noting that while other provisions of the TDRA were modified after submission to Congress, the new definition of a "famous" mark remained unchanged at the time of passage). Indeed, many of the TDRA’s supporters and detractors alike have asserted that the increased protection offered by the change to "likely dilution" is at least alleviated by its recalibration of "fame," as though the two changes are inconsistent.

\textsuperscript{20} Wilcox, supra note 14, at 113.

\textsuperscript{21} The 100 Top Brands, Bus.Wk., Aug. 6, 2007, at 59. The listed brands came in at the following slots: Coca-Cola (1); McDonald’s (8); Disney (9); Pepsi (26); Nike (29); Kellogg (40); Nintendo (44); MTV (52); Wrigley’s (59); Nestle (63); Adidas (69); Pizza Hut (74); Kraft (86); and Starbucks (88). Id.
adult brands also warrant mention: automobile companies (Toyota, BMW and Mercedes-Benz all rank in the top fifteen), alcohol brands (Budweiser, Smirnoff, Hennessy and Moet & Chandon make the list) and electronic goods and services (including Google, Nokia, Apple, Sony and many others). A number of those "adult" brands have nonetheless targeted children through various media, aiming to secure "household word" status and future sales if not to reap immediate rewards through children's spending and the phenomenon anthropologists have dubbed KGOY, for "kids getting older younger."23

For those A-List marks, brand identity and widespread recognition in the future take greater priority than do next quarter's profits. Such mega-firms often invest as heavily in cultivating brand awareness as on perfecting existing goods, so that the products come to serve primarily as "brand delivery vehicles."24 For many companies, the brand itself becomes the product.25 The

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22 The phrase derives from Shakespeare: "Familiar in his mouth as household words." WILLIAM SHAKESPEARE, HENRY THE FIFTH act 4, sc. 3. The presumption that dilution doctrine protects only those marks that constitute "household words" or "household names" predates the FTDA, and was first articulated by Frank Schechter, often considered the pioneer of dilution doctrine. Frank I. Schechter, The Rational Basis of Trademark Protection, 40 HARV. L. REV. 813, 825 (1927), reprinted in 60 TRADEMARK REP. 334, 342 (1970). DuPont, Buick and Kodak are examples of "marks that for the major part of the century have been household words throughout the United States[,] . . . representative of the best known marks in commerce." TCPIP Holding Co., Inc. v. Haar Commc'n's, Inc., 244 F.3d 88, 99 (2d Cir. 2001) (citing H.R. REP. No. 104-374, at 3 (1995), reprinted in 1995 U.S.C.C.A.N. 1029, 1030).


24 Victor Fleischer, Brand New Deal: The Branding Effect of Corporate Deal Structures, 104 MICH. L. REV. 1581, 1632 (2006); see Rochelle Cooper Dreyfuss, Expressive Genericity: Trademarks as Language in the Pepsi Generation, 65 NOTRE DAME L. REV. 397, 397 (1990) (calling trademarks "the emerging lingua franca" and tracking their journey from "ideograms that once functioned solely as signals denoting the source, origin, and quality of goods" to "products in their own right, valued as indicators of the status, preferences, and aspirations of those who use them").

25 Naomi Klein describes this phenomenon in her seminal book No LOGO:

[P]ioneers [like Nike, Microsoft, Tommy Hilfiger, and Intel] made the bold claim that producing goods was only an incidental part of their operations, and that thanks to recent victories in trade liberalization and labor-law reform, they were able to have their products made for them by contractors, many of them overseas. What these companies produced primarily were not things, they said, but images of their brands.

NAOMI KLEIN, NO LOGO: NO SPACE, NO CHOICE, NO JOBS 4 (1999) (also published as NO LOGO: TAKING AIM AT THE BRAND BULLIES).
TDRA’s redefined fame both stems from, and provides incentives for, the movement toward fewer, broader brand powerhouses.

B. Old-School Fame

Prior to 2006, the FTDA offered eight nonexclusive factors to aid in determining whether a mark was famous enough to garner federal protection from dilution:

(A) the degree of inherent or acquired distinctiveness of the mark; (B) the duration and extent of use of the mark in connection with the goods or services with which the mark is used; (C) the duration and extent of advertising and publicity of the mark; (D) the geographical extent of the trading area in which the mark is used; (E) the channels of trade for the goods or services with which the mark is used; (F) the degree of recognition of the mark in the trading areas and channels of trade used by the mark’s owner and the person against whom the injunction is sought; (G) the nature and extent of use of the same or similar marks by third parties; and (H) whether the mark was registered under the Act of March 3, 1881, or the Act of February 20, 1905, or on the principal register.26

After the FTDA and before the TDRA, the marks found to satisfy the fame standard promulgated in 1995 varied from the indisputably well-recognized (including POST-IT,27 PORSCHE,28 PEPSI29 and PROZAC30) to those less familiar to most (including SPORTY’S,31 TELETECH32 and PIRELLI33). In some circuits, courts explicitly construed the FTDA to protect marks famous only within a specific geographic zone34 or among a subset of

33 Pirelli Armstrong Tire Corp. v. Titan Tire Corp., 4 F. Supp. 2d 794, 802 (C.D. Ill. 1998) (PIRELLI and ARMSTRONG deemed famous; court reasoned only that “the trademarks have been registered for over 80 years and are incontestable”).
consumers who compose the market for a particular type of product. Some courts decried a lack of guidance: the FTDA demands a mark be famous to qualify for its protection, without prescribing how famous a mark must be, nor providing adequate guidelines for evaluating fame. The word “famous” is subject to a broad range of interpretations.

Courts and market players knew that the marks BUICK, KODAK and DUPONT were incontestably famous, because Congress explicitly told them. But jurisdictions were less confident in sussing out the fame of in-between marks, treating the empirical evidence inconsistently and failing to set out specific criteria that plaintiffs in dilution litigation could aspire to satisfy.

Indeed, consider the marks deemed famous and those not famous under the FTDA: when it came to toys, CLUE was not famous, though BARBIE, ETCH A SKETCH, HOT WHEELS, TOYS “R” US and the children’s book character Arthur were. At snacktime, GOLDFISH and DAIRY QUEEN warranted protection that the trade dress for REESE’S PEANUT BUTTER CUPS ostensibly did not. In fashion brands and icons, the ETERNITY perfume bottle was not famous, nor was brand name BONGO.

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36 TCPIP Holding Co., Inc. v. Haar Commc’ns, Inc., 244 F.3d 88, 98 (2d Cir. 2001).


40 Ohio Art Co. v. Watts, 49 U.S.P.Q.2d (BNA) 1957, 1957 (N.D. Ohio 1998) (showing mark to be “well known to the Court and to the American public”).

41 Jada Toys, Inc. v. Mattel, Inc., 496 F.3d 974, 982 (9th Cir. 2007) (reversing and remanding summary judgment for the plaintiff, Jada Toys, and noting that a reasonable trier of fact could find HOT WHEELS mark famous under the FTDA standard).


but courts placed both POLO\textsuperscript{49} and JAMES BOND\textsuperscript{50} in the league of famous marks. In the technology field, ALLTEL didn’t make the cut,\textsuperscript{51} but HOTMAIL,\textsuperscript{52} AOL,\textsuperscript{53} INTERMATIC\textsuperscript{54} and the aforementioned TELETECH apparently did.\textsuperscript{55} The NEW YORK STOCK EXCHANGE did not warrant the FTDA’s protection from dilution,\textsuperscript{56} but herbal supplement PYCNOGENOL did.\textsuperscript{57} The following marks were deemed famous, at least at the time courts heard their federal dilution claims: THE SPORTING NEWS,\textsuperscript{58} PANAVISION\textsuperscript{59} and JEWS FOR JESUS.\textsuperscript{60} The following marks were characterized not famous: FUN SHIP cruises,\textsuperscript{61} LANE CAPITAL MANAGEMENT,\textsuperscript{62} WEATHER GUARD\textsuperscript{63} and BIG STAR.\textsuperscript{64} The Southern District of New York noted that the mark COLUMBIA was not famous for the University.\textsuperscript{65} However, applying the FTDA standard two months after the TDRA’s passage, neither the court nor the


\textsuperscript{50} Danjaq L.L.C. v. Sony Corp., 49 U.S.P.Q.2d (BNA) 1341, 1346 (C.D. Cal. 1998) (fame of JAMES BOND mark deemed "undisputed"), aff’d, 165 F.3d 915 (9th Cir. 1999).


\textsuperscript{52} Hotmail Corp. v. Van$ Money Pie, Inc., 47 U.S.P.Q.2d (BNA) 1020, 1024 (N.D. Cal. 1998).


\textsuperscript{54} Intermatic, Inc. v. Toeppen, 947 F. Supp. 1227, 1239 (N.D. Ill. 1996).


\textsuperscript{56} N.Y. Stock Exch., Inc. v. N.Y., N.Y. Hotel L.L.C., 69 F. Supp. 2d 479, 488–90 (S.D.N.Y. 1999) (NEW YORK STOCK EXCHANGE, in combination with the facade of the Stock Exchange building, was deemed not famous).

\textsuperscript{57} Horphag Research Ltd. v. Garcia, 475 F.3d 1029, 1036 (9th Cir. 2007) (court did not conduct a fame analysis, but applied FTDA to protect niche fame of mark for pine bark extract used in many herbal supplements).

\textsuperscript{58} Times Mirror Magazines, Inc. v. Las Vegas Sports News L.L.C., 212 F.3d 157, 165 (3d Cir. 2000) (usually cited as the first to establish and articulate niche fame).

\textsuperscript{59} Panavision, Int’l, L.P. v. Toeppen, 141 F.3d 1316, 1324 (9th Cir. 1998).


\textsuperscript{61} Carnival Corp. v. SeaEscape Casino Cruises, Inc., 74 F. Supp. 2d 1261, 1271 (S.D. Fla. 1999).

\textsuperscript{62} Lane Capital Mgmt., Inc. v. Lane Capital Mgmt., Inc., 15 F. Supp. 2d 389, 391 (S.D.N.Y. 1998) (mark not famous for purposes of summary judgment motion), aff’d on other grounds, 192 F.3d 337 (2d Cir. 1999).


\textsuperscript{64} BigStar Entm’t, Inc. v. Next Big Star, Inc., 105 F. Supp. 2d 185, 218 (S.D.N.Y. 2000).

dilution defendant questioned the fame of BOWFLEX, the exercise machine that airs its infomercials to insomniacs.

C. New-School Fame

To evaluate whether a mark possesses the requisite fame under the TDRA,

the court may consider all relevant factors, including the following: (i) the duration, extent, and geographic reach of advertising and publicity of the mark, whether advertised or publicized by the owner or third parties; (ii) the amount, volume, and geographic extent of sales of goods or services offered under the mark; and (iii) the extent of actual recognition of the mark; and (iv) whether the mark was registered.

A number of courts have already heard dilution claims under the new standard. In the first year and a half after the enactment of the TDRA, courts acknowledged the fame of a few classics, like EBAY, STARBUCKS, TEMPUR-PEDIC and NISSAN. They have deemed famous a number of iconic snack foods, including SPAM, CHEETOS, DORITOS and FRITOS, as well as bubbly beverages PEPSI, DIET PEPSI, MOUNTAIN DEW and SIERRA MIST. In fashion, NIKE and LOUIS VUITTON are predictably

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68 PerfumeBay.com, Inc. v. eBay Inc., 506 F.3d 1165, 1180 n.7 (9th Cir. 2007).
69 Starbucks Corp. v. Wolfe’s Borough Coffee, Inc., 477 F.3d 765, 766 (2d Cir. 2007).
72 Hormel Foods Corp. v. Spam Arrest, L.L.C., Cancellation No. 92042134, at *37 (T.T.A.B. Nov. 21, 2007) (finding the food product SPAM famous, but finding “spam” as related to e-mail to be generic, and thus not dilutive of SPAM for spiced ham).
74 Id.
famous, but surprisingly so are DVF for Diane Von Furstenberg, the “arcuate” stitching on the back pockets of Levi’s jeans and the three stripes that mark Adidas’s shoes. At the least famous end of the spectrum, a handful of decisions suggest that the “general consuming public” standard has yet to become uniformly applied. Notably, the alleged fame of CHEM-DRY, CLIFFSTONE, PET SILK and the color yellow for water slide toys demonstrates that not all jurisdictions have truly left behind niche fame.

Plenty of marks not found famous under the TDRA would likely not have succeeded under the FTDA standard either. Some marks failed to provide sufficient evidence to establish fame of any stripe, like Major League Baseball pitcher TYLER GREEN or the owners of marks AMERICAN BLINDS, BIO-SAFE, SUNSHINE IN A BOX or DEMON INTERNATIONAL. Oth-

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85 Green v. Fornario, 486 F.3d 100, 105–07 (3d Cir. 2007) (“[I]t seems several steps short of probable that a person with such a brief, and largely undistinguished, professional career limited to one team in one area would have a name that is ‘widely recognized by the general consuming public of the United States.’ . . . [I]t is unclear just how well-recognized, even regionally, Green was when Fornario acted.").
ers appeared too generic to be famous as a source identifier, such as TOP for loose tobacco or RAAGA for a style of music. A few mark owners neglected to even assert their marks were well-recognized among the general consuming public of the United States, as in cases alleging dilution of PHASE FORWARD, INCORPORATED, a gold checkered pattern for firefighters’ gear or a red, gray and black color scheme for electronic power tools.

Other marks that do not possess TDRA fame might have fared better under the niche fame regime. Where the FTDA included LA OPINIÓN under its umbrella of niche fame, the TDRA rejects JARRITOS despite the soda’s popularity among Hispanic Americans. Although WAWA operated stores in only five states, it found relief under the FTDA; COSI, however, did not fare as well under the TDRA with restaurants in more than three times as many states and the nation’s capital. The longhorn silhouette logo that serves as University of Texas’s mascot, well-recognized by Texans and fans of college athletics, was not deemed famous under the TDRA. Likewise, a mark famous

88 Verilux, Inc. v. Hahn, No. 3:05CV254, 2007 U.S. Dist. LEXIS 58507, at *15 (D. Conn. Aug. 7, 2007) (granting defendant’s motion for summary judgment on dilution claims; plaintiff did not prove the fame of marks SUNSHINE IN A BOX, SUNSHINE SIMULATOR or SUNSHINE IN A LAMP).
91 Vista India v. RAAGA, L.L.C., 501 F. Supp. 2d 605, 623–24 (D.N.J. 2007) (fame limited to niche audience and generic within that niche to refer to Indian or South Asian music generally).
93 PBI Performance Prods. v. NorFab Corp., No. 05-4836, 2007 U.S. Dist. LEXIS 58689, at *35 (D. Pa. Aug. 2, 2007) (“PBI does not even argue that the trade dress has achieved fame on such a broad scale. Instead, its argument is much more limited. It merely asserts that the unique design of PBI’s MATRIX fabric . . . has become distinctive in the fire service industry.”).
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within a specific segment of the computer information technology industry will not receive protection from dilution under the new standard.  

II. CHILDREN ARE THREE MARKETS

How do marketing firms catapult a mark from famous in its niche to becoming widely recognized among the general consuming public of the United States? One way firms have sought to increase brand awareness has been by appealing to young consumers through marketing to teenagers, school-age children, toddlers and infants. Companies may spend up to fifteen billion dollars annually on television, Internet, print and viral-marketing campaigns, all to target kids.  

Young children are burning through income and allowance and heavily influencing how their parents spend their own money; they also provide a steady stream of new customers as they come of age.  

Marketing expert James McNeal believes that “the consumer embryo begins to develop during the first year of existence,” and marketers ought to capitalize on children as a viable market from their infancy, when they “begin their consumer journey.” He points out that children are valuable targets because they constitute three distinct consumer markets: primary, influence and future. McNeal credits four factors with substantially increasing children’s influence and spending power in recent decades: (1) parents are having fewer children per family; (2) single parents are more likely to let their kids shop; (3) mothers are older and wealthier, because they delay childbearing; and (4) seventy percent of American households with kids are dual-income, fostering greater independence and self-reliance in those kids.  

99 Bd. of Regents, Univ. of Tex. Sys. ex rel. Univ. of Tex. at Austin v. KST Elec., Ltd., 550 F. Supp. 2d 657, 678–89 (W.D. Tex. 2008) (recommending summary judgment for defendant on dilution claim; while logo may possess niche fame, it is likely not famous among the general consuming public).


104 McNeal, supra note 2, at 37.

Counting on children in corporate marketing arithmetic is far from a new practice. Sixty years ago, David Riesman observed that where publications geared toward children formerly promoted qualities like self-discipline and perseverance, the comparable media in 1950 "train[ed] the young for the frontiers of consumption—to tell the difference between Pepsi-Cola and Coca-Cola, as later between [popular cigarette brands]."¹⁰⁶ Before him, Clyde Miller exhorted companies to "[t]hink of what it can mean to your firm in profits ... if you can condition a million or ten million children who will grow into adults trained to buy your products as soldiers who are trained to advance when they hear the trigger words 'Forward, march.'"¹⁰⁷ Today, companies market to increasingly younger children in increasingly more aggressive ways. Firms believe the key to reaching younger consumers lies in beating competitors to the punch, in order to capture kids before they have developed opinions on any other brands at all.¹⁰⁸

Susan Gregory Thomas, in her book *Buy, Buy Baby: How Consumer Culture Manipulates Parents*, noted the mid-1990s emergence of the phrase "[c]radle-to-grave marketing" and the practices it encapsulated: "attracting a customer to a particular brand early on in life and keeping her loyal to that brand into adulthood and even old age."¹⁰⁹ McNeal estimates that corporations whose marketing campaigns appeal to a toddler can expect to collect as much as $150,000 from that toddler over the course of her lifetime.¹¹⁰ The firm begins to profit off her patronage in early childhood through the products others buy her, continues to do so as she spends her own money on herself, and retains her as a lucrative customer when she eventually spends money on her own children and grandchildren.

For example, a child born today can begin consuming Hello Kitty merchandise immediately upon entering the world. Her grandparents might greet her at the hospital with Hello Kitty burping cloth, diapers, pacifier and matching rattle."¹¹¹ Her parents can stash those dirty diapers in a Hello Kitty diaper ge-

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¹⁰⁶ DAVID RIESMAN, THE LONELY CROWD 98 (Yale Univ. Press 1950).
¹⁰⁹ SUSAN GREGORY THOMAS, BUY, BUY BABY: HOW CONSUMER CULTURE MANIPULATES PARENTS AND HARMs YOUNG MINDS 125 (Houghton Mifflin Co. 2007).
They can adorn her room with Hello Kitty crib bedding, wallpaper, rug, chair, window valance and nightlight to keep her company in the dark, not to mention the myriad Hello Kitty plush toys with which she can play, Hello Kitty videos she can watch and Hello Kitty clothes in which her parents can dress her. As she grows, she will discover a plethora of Hello Kitty products she might request from family and friends, like a radio, puzzle, card game, Etch A Sketch, umbrella and Pez dispenser all emblazoned with Hello Kitty's familiar image. She can eat her Hello Kitty candy bracelet, Hello Kitty Pop Tarts (in a flavor called Meow-Berry), Hello Kitty fruit snacks and Hello Kitty cereal from a Hello Kitty bowl with a Hello Kitty spoon.

A. Primary

Although acknowledging children as potential consumers is nothing new, products for children have increased exponentially over the past two decades. While only a third of retailers were "child-oriented" in the mid-1980s, that number had nearly doubled by 1991. The number of videos and DVDs

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114 These products are for sale at many retailers and countless websites, including Sanrio’s official site. Sanrio Home, http://www.sanrio.com (follow “Shop” hyperlink) (last visited May 13, 2009).
116 Hello Kitty Hell: One Man’s Life with Cute Overload, www.kittysell.com (last visited May 13, 2009). She will also need Hello Kitty to accompany her to school on her backpack, lunchbox, thermos, pencils, stickers, mousepads and book covers. Id. In a few years, she may be ready to fill her Hello Kitty purse with Hello Kitty lip gloss, hairbrush, hand mirror and barrettes (as long as she does not break a Hello Kitty press-on nail in the process). Later, she can graduate to a Hello Kitty digital camera, or even a Hello Kitty guitar strap with matching picks. Sanrio Home, supra note 114. Once she reaches true adulthood, she can continue to surround herself with her favorite icon, with Hello Kitty floor mats and steering wheel cover to adorn her car, Giftopolis, supra note 115, diamond Hello Kitty jewelry designed by fashion-maven Kimora Lee Simmons and even Hello Kitty lingerie or a controversial Hello Kitty massager. Azadeh Ensha, Is Hello Kitty Turning Feral?, N.Y. TIMES MAGAZINE, Dec. 2, 2007, at 10, available at http://www.nytimes.com (search for “hello kitty turning feral” and follow article hyperlink).
117 37% of the retail outlets McNeal surveyed in 1984 were child-oriented, compared to 68% in 1991. McNeal, supra note 110, at 111-13.
New-School Trademark Dilution

aimed at babies climbed from practically none in 1998 to about 750 in 2006.118 Sales of toys billed as "educational" increased fifty percent in the span of just one year, from 2002 to 2003.119 The food and beverage industry allocates more than ten billion dollars to advertising targeted at children each year.120 Many of the brands kids recognize most consistently are edible or potable, including Cheerios, McDonald's, Coca-Cola, Pop Tarts and Froot Loops.121 

Children's familiarity and comfort with electronics and technology has also risen dramatically: a 2007 report indicates the average age at which American children begin to use consumer electronic devices, from DVDs to MP3 players, is 6.7 years old.122 Just two years earlier that average was 8.1 years old.123 The average age at which children receive their first cell phone has dropped to eight years old,124 suggesting that a number of children start even earlier.125 Phone companies cater to young users with cartoon mobile phone merchandise featuring Hello Kitty, Barbie,126 dangly phone charms and sparkly

119 THOMAS, supra note 109, at 25.
121 Melillo, supra note 118, at 18.
123 Id.
124 Marie Woolf, Political Editor, Phone Firms Targeting of Under-fives is 'as Bad as Marketing Junk Food' Say MPs, THE INDEPENDENT, Feb. 19, 2006, available at http://www.independent.co.uk (search for "phone firms targeting under-fives" and follow article hyperlink).
126 Consumer Affairs, WHO Study Examines Cellphone Risks to Kids, supra note 125.
add-ons, and several new phones are even designed specifically for the small hands and poor dexterity of five-to-nine-year-olds.127

Marketers breed brand recognition earlier than ever in young people. The zero-to-three demographic itself represents a twenty billion dollar market.128 A 2000 survey of children aged two to five found that nearly half had “demonstrated brand awareness before age three.”129 By the time they are ten years old, children can name three hundred to four hundred different corporate brands.130 When pressed to explain why so many cable channels were eager to pursue the preschool market, a top executive at Nick Jr.131 explained: “It’s about building allegiance to a brand.”132 By the time those children fall into the demographic known as “tween,” almost every global brand is crafting a message specifically to reach them, and they are increasingly reachable.133 Young people engage with a slew of electronic media daily, from iPods and instant messages to cell phones and television. Through multitasking, kids manage to pack 8.5 hours of media exposure into every day of the week, suggesting they spend more time plugged in than they do in classrooms.134

On a typical day, sixty-one percent of children between six- and twenty-three months old watch television; by the time they are three years old, that proportion grows to eighty-eight percent.135 Despite recommendations from the


129 Melillo, supra note 118, at 18.

130 STOCKWELL, supra note 101, at 1.


132 THOMAS, supra note 109, at 10.


135 THOMAS, supra note 109, at 9.
American Academy of Pediatrics that children younger than two should not be exposed to television at all, a 2003 study found that one in four children under two has a television inside his bedroom.\textsuperscript{136} When it comes to older children, between fifty and seventy percent have televisions in their bedrooms.\textsuperscript{137} Experts have posited correlations between televisions in kids' bedrooms and numerous health and educational problems.\textsuperscript{138} Children with televisions in their rooms are ostensibly more likely to be overweight, smoke and suffer from sleep problems.\textsuperscript{139} In addition to watching more television, they snack more than other kids, and score significantly lower on math, reading and language-arts tests than peers without their own televisions.\textsuperscript{140}

In addition to the direct effects of television and other media, parents and media experts have raised concerns about the sexual imagery that dominates many of the marketing campaigns and products that target children who are not yet cognitively nor emotionally equipped to handle them. Such hypersexual messages have been accused of increasing eating disorders among girls, leading to precocious sexual behavior and robbing kids of the time they need for age-appropriate developmental tasks.\textsuperscript{141} Two authors assert that advertising and immersion in consumer culture are factors in increasing childhood obesity, precocious sexuality, irresponsible behavior, youth violence, underage drinking and tobacco use.\textsuperscript{142}

The allegiance marketers covet may be more easily fostered among children than adults precisely because children are naïve to the persuasive process. Research by an American Psychological Association task force indicates that children younger than eight do not, and cannot, critically comprehend

\textsuperscript{136} Melillo, \textit{supra} note 118, at 15.
\textsuperscript{138} Id.
\textsuperscript{139} Id.
\textsuperscript{140} Id.
\textsuperscript{141} Stockwell, \textit{supra} note 101, at 2.
\textsuperscript{142} Schor, \textit{supra} note 5, at 167–72; CBS News, \textit{supra} note 128. Many writers have taken particular brands to task over demeaning or hypersexualized advertising campaigns, urging consumers to boycott the products, government to regulate the messages, and media outlets to censor their format. One of the most recent controversies receiving wide press coverage reveals outrage at Unilever. While one of its brands promotes women’s self-esteem and body acceptance through "Dove['s] Campaign for Real Beauty," another brand, Axe, consistently trucks out stereotypically demeaning images of women as sexual objects. Michelle Gillett, Op-Ed., \textit{A Company’s Ugly Contradiction}, \textit{Boston Globe}, Nov. 5, 2007, at 15A, \textit{available at} http://www.boston.com/bostonglobe (search for “Michelle Gillett,” then follow article hyperlink).
persuasive advertisements. They accept advertisers' messages as truthful, accurate and nonbiased. Dr. Victor Strasburger, a spokesperson for the American Academy of Pediatrics, labels marketing to children "electronic child abuse." According to Dr. Strasburger, children younger than two or three not only cannot separate advertising from programming, they think that the characters on their televisions "crawled into the TV through the electric plug." While children may notice that an advertisement looks different from the show it interrupts, they do not grasp that the ad is designed solely to sell a product or that the item depicted may not look in reality exactly as it appears on the screen. The disconnect described does not reflect intelligence; instead, it simply correlates to developmental and psychological maturity.

Most of the studies cited reflect the role of television before digital-video-recorder technology placed a TiVo or other digital-video recorder ("DVR") in over one third of American homes. While parents and kids have become more likely to fast-forward through traditional ads, it seems self-evident that the alternative forms of advertising rising up to replace them—product placement, school partnering and viral marketing—are even more insidious ways to cultivate brand loyalty in unwitting children. The Federal Trade Commission advised that marketing to children under eight was intrinsically unethical because advertisers aggressively target children and exploit the absence of those children's parental "gatekeepers," exposing babies and kids to 20,000 ads a year.


144 AM. PSYCHOLOGICAL ASS'N, supra note 143.
145 Park, supra note 120.
146 Melillo, supra note 118, at 15.
147 THOMAS, supra note 109, at 13.
149 THOMAS, supra note 109, at 55.
Very young children may not understand what it means that they are the targets of persuasive advertising, rather than programming intended strictly to inform or entertain. Yet they clearly see, understand and remember advertising. In fact, they exhibit skill at remembering logos and associating a product with its trademark. One study asked several hundred preschool children to match logos with one of a dozen products pictured on a game board. Twenty-two logos were tested, including several representing children’s products, several for adult products, and two logos for popular cigarette brands. The study found substantial recognition among children, increasing with age. Approximately thirty percent of three-year-old children and over ninety percent of six-year-old children correctly matched Joe Camel with a picture of a cigarette. Other studies suggest “that by the time they are 36 months old, American children recognize an average of 100 brand logos.”

American children receive more than $200 billion dollars each year from their families, their household responsibilities and work, and they spend the vast majority of it on a variety of products and services to please themselves. One United Kingdom survey examined the saving and spending habits of children seven to sixteen years old and found that in the last twenty years children’s pocket money has increased approximately 600%, rising about six times faster than inflation. For example, kids spend their cash on snacks, drinks, clothes, toiletries, computer games, equipment, cell-phone bills and social activities with friends. In the early 1990s, McNeal tracked similar trends in American children’s spending money. He found many children as young as four years old received income, and that American kids’ pocket money also increased at a pace that substantially exceeded inflation. McNeal’s research revealed that however parents articulated the reasons they provided their child

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151 Id. at 3146.
152 Id. at 3146–47.
153 Id. at 3147.
154 Zoll, supra note 143.
155 McNeal, supra note 110, at ix.
157 McNeal, supra note 110, at 24.
with an allowance, teaching kids to be consumers seems the primary objective.\textsuperscript{158} Most importantly for marketers, the allowance or income that children spend each year is almost entirely discretionary.\textsuperscript{159}

Online shopping and interactive websites make spending even easier as long as kids have access to a credit card. Young Minds Inspired, an educational marketing firm that focuses on children, tells prospective clients that “the younger the target audience, the more open it is to accepting an advertising message as truth.”\textsuperscript{160} McNeal demystifies the process by which children learn to shop under parents’ tutelage: “Children’s first purchases may be clumsy . . . . But they give businesses a golden opportunity to encourage the bonding that could last a lifetime.”\textsuperscript{161} A little boy whose father hands him a dollar and patiently guides him as he buys a Hershey bar at Rite-Aid may remember not only that moment, but the Hershey bar and the Rite-Aid as integral characters in the story. That’s why, McNeal coaches marketers, “it is well worth the effort to understand and anticipate the needs and desires of even the smallest consumers.”\textsuperscript{162} By cultivating the loyalty of young shoppers, a company stands to gain phenomenal profits.

McNeal describes the process by which children grow into active consumers, learning from advertisers and family members, beginning to associate particular stores with desired products, and accompanying parents on shopping excursions from the age of three or four, where children first learn to request products and then to select items themselves under supervision.\textsuperscript{163} He reminds marketers of the importance of not only advertising, but using kid-friendly packaging (the “silent salesman”), training retail personnel to ingratiate themselves to children, and working to make the first few consumer transactions pleasant ones to encourage future patronage.\textsuperscript{164} He notes wistfully that the child’s first shopping experience “usually leaves an indelible impression on the youngster, and the stores associated with early purchases tend to have a special place in the heart that may continue throughout life.”\textsuperscript{165}

Interpreting children’s attitudes toward shopping based on a drawing exercise, McNeal found that most of the children in his study associated shop-
The majority of the drawings featured the children smiling and the pictures demonstrated "a high degree of exhilaration" and a "zest" for consumer spending. He tracked children's ages at their first independent purchases when shopping with parents, finding the age distribution in 1989 had decreased significantly since his 1984 study. More than half of the children had made their first purchase by age five and eighty-eight percent did so by age seven. Over seventy percent of the children studied "definitely viewed themselves as independent shoppers." What's more, within the 112 drawings, ninety brands and twenty-two retail outlets were depicted. Based on his research, McNeal counsels retailers that they "only need insure that children are welcome in their stores in order to turn these positive shopping attitudes into profitable, long-term shopping behavior."

**B. Influence**

Scholastic, a book publisher known for its educational materials and book clubs, partners with corporations who wish to market to children in daycare or preschool programs and, through them, reach parents. In its promotional materials, Scholastic boasts of its ability to target parents as potential customers by recruiting their children: "[B]ecause you're working with Scholastic, the single most trusted brand with parents, your message achieves extra credibility." Even more compelling, the publisher promises that when a company partners with Scholastic, its marketing message is "delivered by the single most persuasive and irresistible person in [the parents'] life—their little one."

In *Kids As Customers: A Handbook of Marketing to Children*, James McNeal declared: "[T]oday the consumer life cycle begins in childhood, not in adolescence as it did before the baby boom." Since 1992 that cycle has continued to infiltrate children's lives; we may now assert that consumerhood be-

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166 Drawings came from three groups of children randomly selected to participate from the second, third and fourth grades of a "middle-class" school. Trained researchers used content analysis to assess the drawings. They used the cue: "Draw what comes to mind when you think about going shopping." *Id.* at 47.

167 *Id.* at 59, 61.

168 *Id.* at 44–45.

169 *Id.* at 54–55.

170 *Id.* at 61.

171 *Id.*

172 THOMAS, *supra* note 109, at 201.

173 *Id.*

174 McNEAL, *supra* note 110, at 36.
gins in infancy, preceding not only money from the tooth fairy, but even speech. While children’s spending continues to account for an increasing share of the market, children are simultaneously influencing their parents’ purchasing choices to a degree not previously seen. Susan Gregory Thomas, who has studied the phenomenon of children as influence market, found that parents will include children as young as two, and sometimes younger, in decisions ranging from choosing breakfast cereal at the supermarket to choosing the family’s restaurant and vacation destinations\(^{175}\) to buying a new car or even a home.\(^{176}\) Indeed, it has not gone unnoticed that children are weighing in on parents’ shopping decisions about everything from computer software to groceries. One market research firm reports that thirty-nine percent of parents of ten- and eleven-year-olds acknowledge that their children significantly impact their brand purchases.\(^{177}\) By most estimates, children influence several billion dollars of their parents’ spending.\(^{178}\)

In the late 1970s, advertisers began to exploit the divide between parents and children, giving rise to the “nag factor” that persists today as a whiny sleeve tug, a polite plea or a toy-store-aisle tantrum.\(^{179}\) In fact, marketers have studied these interactions quite closely, analyzing at what ages the influencing behaviors develop, how they are learned, what forms they take,\(^{180}\) what product categories they span\(^{181}\) and how parents typically respond.\(^{182}\) Children learn to

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\(^{175}\) CBS News, supra note 128.

\(^{176}\) THOMAS, supra note 109, at 147.

\(^{177}\) Bosman, supra note 108, at C2.


\(^{179}\) THOMAS, supra note 109, at 57 (“The toys of the late 1970s and early 1980s were the first to be completely foreign to parents. Rather than exploiting nostalgia as an advertising ploy, toy makers and marketers joined forces to sharpen the line separating the world of working parents and the rapidly evolving youth culture brought about by latchkey children and the rise of TV as babysitter.”). Even Senator John McCain admits to sometimes holding his breath when he didn’t get what he wanted as a child. JOHN McCAIN & MARK SALTER, FAITH OF MY FATHERS 99 (HarperCollins 2000). At times the standoff lasted until McCain blacked out. Id.

\(^{180}\) McNeal understands children’s primary styles for influencing parental purchase to be “[p]leading,” “[p]ersistent,” “[f]orceful,” “[d]emonstrative,” “[s]ugar-coated,” “[t]hreatening” and “[p]ity.” McNEAL, supra note 110, at 73–74. Children are most likely to make a request in the store, in the presence of the item they desire. Id. at 75.

\(^{181}\) According to McNeal, influence on parents “principally embraces the following areas”: “[i]tems for the children,” “[i]tems for the home” and “[n]onhousehold items for the family
obtain things by requesting them from their parents, which marketers view as the first stage of consumer behavior;\textsuperscript{183} next, they develop and fine-tune their persuasive techniques.\textsuperscript{184} Children can even influence parents' purchases without being present: parents often ask their kids to choose from what restaurant the parent should pick up dinner or what flavor of cough medicine to buy. Research suggests that when a parent goes to a store without her child expressly to buy him something, that child suggests which store she should buy from more than half the time.\textsuperscript{185} Children even have a significant impact on their parents' catalog purchases.\textsuperscript{186} McNeal reported that parents honor children's requests for products about half the time;\textsuperscript{187} fifty-five percent of kids surveyed in 2002 said they are usually successful in getting their parents to acquiesce when they ask for particular items.\textsuperscript{188}

Yet a child need not engage in sophisticated debate with his parents to persuade. He need not even be able to articulate his endorsement of a particular product. As soon as he can point to the Pizza Hut billboard he sees out the window from his car seat, or grab the box of Frosted Flakes placed deliberately at toddlers' eye-level on the grocery store shelf, he can communicate a brand request.\textsuperscript{189} Placing goods in the sightline of the target consumer is an old trick: if it's within kids' reach, then they will try to touch it, and if they touch it, they increase the chance that their parent will relent and buy it.\textsuperscript{190} When they do learn to ask for Hot Pockets or Hot Wheels by name, children may average fif-

\textsuperscript{182} McNeal characterizes parents' responses as falling into four categories: (1) acquiesce and buy the item; (2) substitute another item; (3) postpone the purchase; or (4) ignore or refuse the child's request. \textit{Id.} at 77. 

\textsuperscript{183} \textit{Id.} at 65. 

\textsuperscript{184} \textit{Id.} at 66. 

\textsuperscript{185} \textit{Id.} at 76. 

\textsuperscript{186} According to two studies, fourteen percent and twenty percent of parents, respectively, report that their children influence their catalogue shopping decisions. \textit{Id.} at 76. 

\textsuperscript{187} \textit{Id.} at 77. 

\textsuperscript{188} CTR. FOR A NEW AM. DREAM, THANKS TO ADS, KIDS WON'T TAKE NO, NO, NO, NO, NO, NO, NO, NO FOR AN ANSWER (2002), http://www.newdream.org/kids/poll.php (last visited May 1, 2009). 

\textsuperscript{189} THOMAS, supra note 109, at 2. 

teen purchase requests to parents during just one store visit. In fact, studies have found that children can discern brands at as early as eighteen months old. By two years old, they ask for products by brand name. When it comes to teenagers, practice in requesting products makes nearly perfect. A national survey on the “nag factor” reports that children aged twelve to seventeen ask their parents for products they have seen advertised an average of nine times until the parents finally give in. Ten percent of twelve- and thirteen-year-olds have requested a single product more than fifty times. The nagging strategy pays dividends for marketers: most of the teenagers surveyed claimed they are usually successful in persuading their parents to comply with their demands.

Marketers have been studying children’s brand requests intently, to better induce and orchestrate them. The Geppetto Group, a leading “NY-based marketing firm that works for such blue chippers as Coca-Cola, Reebok, ConAgra and Unilever,” takes marketers on a guided tour of Disneyland to facilitate their understanding of how kids cajole and manipulate their parents into purchasing the Cinderella backpack or Monsters, Inc. stuffed Sully they’ve been eyeing. The leaders of the “kids’ scavenger hunt” teach their disciples the nine principles that determine a brand’s power in the marketplace, focusing on the balance between a child’s wants and those of her mother. Each scavenger hunt participant trolls Disneyland armed with a checklist of scenes he seeks. He has precise instructions to describe the parent-child interaction and then deconstruct it, determining whether the child got her way by manipulation, persuasion, negotiation or command-demand style. Whether the mother conceded or blocked the request, her actions too are analyzed.

While the antagonistic model of children influencing parents’ purchases often dominates discourse, a second model reflects a change in parenting styles. Some parents are eager to act as their children’s friends and equals, and many

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191 McNeal, supra note 110, at 63.
192 Thomas, supra note 109, at 5.
193 Id.
194 CTR. FOR A NEW AM. DREAM, supra note 188.
195 Id.
196 Id.
197 Stanley, supra note 178, at 32.
198 Thomas, supra note 109, at 122–23.
199 Id.
200 Id.
201 Id.
202 Id.
choose movies, toys, clothing and other products without truly considering whether they are age-appropriate. According to one market research group: "Gen-X mothers are repelled by the 'nag factor' that worked like such a charm with their mothers." To a mother of a certain era, "nagging embodies a dynamic from her childhood that she is striving to erase as a parent: division and manipulation born of neglect." These moms do not view their roles as dictatorial. Rather, they prefer to see themselves as "consensus builders, . . . treating their children as people whose voices deserve to be heard, people worthy of respect and dignity."

McNeal estimated child-influenced spending at $50 billion in 1984, $132 billion in 1990 and around $188 billion in 1997. He has even gone so far as to break down "influence" spending across product categories as specific as "bar soap" (he posits an influence factor of twenty percent on a $1.5 billion dollar market, for a total of $300 million dollars) to "hot cereals" (fifty percent kid influence, for a total of $370 million) to automobiles (just four percent influence, totaling $8.87 billion in a $221.7 billion industry). Meanwhile, "marketers are keenly aware of children's purchase requests to their parents, aware that these requests are honored probably half of the time or more and that, in total, these requests are responsible for billions of dollars a year in spending by the parents." To those who hope to influence the influencers, McNeal counsels, "[a]ll that is necessary is to inform children of an offering and create desire for it, in the case of a child-related product, or create a favorable attitude in the case of a household-related item."

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203 Mothers who fondly remember playing with Barbie consistently disregard the safety warnings of a choking hazard when they buy Barbies for their own two- or three-year-old daughters; a new couture line of Barbie fashion for adults called "Barbie Luxe" perpetuates the cycle, as sales for the toys and clothes feed off of each other. Id. at 154. Fathers, meanwhile, took their preschool sons to see Revenge of the Sith in droves, despite its PG-13 rating and George Lucas's own warning that the film was too dark and violent for young children. Id. at 153.

204 Id. at 147.

205 Id.

206 Id.

207 McNeal, supra note 2, at 42.

208 McNEAL, supra note 110, at 68–69.

209 Id. at 81.

210 Id. at 85.
C. Future

Children may spend a few billion dollars and influence several hundred billion more, but for firms willing to expend the time and money to invest in the future, the best returns will come when those children mature. McNeal advises marketers that "children's patronage should be cultivated now so that they will favor the firms' offerings when they reach market age." Most of the children surveyed said that the food from a McDonald's bag tasted better than the same food when it came in a plain paper bag. Children with more access to television in their homes and those who owned toys from McDonald's were more likely to find the branded foods tastier. Apparently even healthy foods taste better when they are stamped with golden arches: the foods taste-tested included not just hamburgers, French fries and chicken nuggets, but also apples, baby carrots and milk. The study demonstrates McDonald's success at cultivating positive brand equity. A brand has positive customer-based equity if consumers react more favorably to the product, price, promotion or distribution of the brand than they do to the same element when attributed to a fictitious or unnamed version of the product. A recent study of online search engine users found such a pattern for search results: people judged Google and Yahoo! results more relevant than identical results from other search engines.

211 Stanley, supra note 178, at 29–30. According to the Campaign for a Commercial-Free Childhood, children between ages four and twelve spent $30 billion in 2002, up from the $6.1 billion in 1989 when McNeal wrote KIDS AS CUSTOMERS. Id.

212 McNEAL, supra note 110, at 89.

213 Id.

214 Id.

215 Id.

216 Id.


The preceding sections dealt primarily with marketing products that appeal to children. But what about those adult products that seem worlds away from toys, fast food and cool sneakers? According to McNeal, children start to develop preferences for particular brands and stores in early childhood, even before they begin school.\(^{219}\) Their preferences reach beyond child-oriented products to encompass adult-oriented items such as gasoline, radios and soaps.\(^{220}\) It is incumbent upon the makers of those adult products to win over their future customers in childhood. Nickelodeon, for example, now makes a sizable profit off of advertisers in such non-kid-friendly goods and service "categories like insurance, automotive, travel, financial services, consumer electronics, and wireless."\(^{221}\) Potential consumers come from two places: some are persuaded to switch over from a competitor, and others are won from the pool of those who have yet to enter the market at all.\(^{222}\) While the switchers may just as soon switch back without qualms, or jump from one competitor to another to follow the lowest price or best offer, new customers prove far more loyal.\(^{223}\)

In 2006, Toyota moved to capitalize on children’s consumer power both as influencers of family decisions and as future buyers. The company began marketing its Scion to kids as the only automobile for sale in Whyville, an online interactive community of eight- to fifteen-year-olds.\(^{224}\) Parents were unlikely to frequent the site, and children in that age bracket not only couldn’t afford a Scion, but couldn’t even legally drive one. Nonetheless, Toyota hoped to reach kids who might affect their parents’ purchasing decisions and ideally grow up to yearn for Scions of their own. The company considered the partnership a success in its attempt to promote brand awareness among kids: Just “ten days into the campaign, [site visitors] had used the word ‘Scion’ in online chats more than 78,000 times.”\(^{225}\) Whyville citizens purchased hundreds of virtual Scions using “clams,” the currency of Whyville, and they visited “Club Scion,” the community meeting place, nearly 34,000 times.\(^{226}\) The site’s users bought Scions, custo-

\(^{219}\) McNeal, supra note 110, at 90.

\(^{220}\) Id.

\(^{221}\) Anthony Crupi, Attack of the Kids: Nickelodeon and Cartoon Network Look to Schedule an Upfront Playdate with Media Buyers as the Obesity Flap Fades and Market Dollars Expand, MediaWeek, Mar. 17, 2008, at 18.

\(^{222}\) McNeal, supra note 110, at 91.

\(^{223}\) Id. at 91, 102.


\(^{225}\) Bosman, supra note 108, at C2.

\(^{226}\) Id.
mized them with real world and fantasy accessories, adorned them with personalized decals they designed in a Whyville bumper-sticker factory and cruised around their virtual city.227

III. CULTIVATING FAME

A. Marketing in Schools

Firms cultivate "household name" status by appealing to older children learning to exercise their purchasing power and younger ones who cannot yet handle money or distinguish commercials from entertainment.228 Recent decades have seen a massive increase in marketing practices geared at promoting brand awareness among teenagers, toddlers and even infants. In towns that allow it, big brands advertise on athletic scoreboards, in school hallways, on free textbook covers, inside school buses and in cafeterias.229 Clever companies have integrated marketing messages with educational materials, disseminating M&M counting books, promising to instill moral values in preschoolers with the Care Bears or Clifford the Big Red Dog, and placing televisions in schools to breed loyalty in future consumers. Such firms hope not only to capitalize on the consumer habits of young shoppers and persuaders in the present, but also to foster longevity and situate themselves as household words in the future. They inject brand consciousness into adolescents' everyday life, making affiliation crucial to both group- and self-identity.

_Cover Concepts_, a free magazine for parents distributed through their children's schools and day cares, sends home samples of products like Nutri-Grain bars, comic books and book covers bearing advertisers' names.230 The venture has been successful because advertisers like Nike, Gatorade and McDonald's are able to mine schools' demographic information to tailor their messages according to geography, age, race and ethnicity of children and parents. In fact, the marketing firm responsible offers marketers the ability to select the schools they target based on information that includes parents' socioeconomic status.231 Such an option suggests that their drive to sell products outweighs the desire to educate students. Children, in turn, develop a taste for the samples and

227 Goin & Goss, supra note 224.
228 See supra text accompanying notes 117–171.
231 THOMAS, supra note 109, at 196.
then request the products from parents, who are apt to trust those products that come with school endorsement. Another marketing company employs a similar tack with older students, providing girls with a "TeenPak" containing samples and coupons for Noxema and Tampax. The agency promises its clients that it can "place samples of [their] brand[s] into the hands of up to two million junior and senior high school students in a controlled classroom environment." NutraSweet teaches weight control in school through its "Total Health" program, McDonald's introduces ecology with its Wecology magazine, Proctor & Gamble instructs girls in the use of its menstrual products through its booklet Changing, Colgate teaches oral hygiene in the guise of its "Superstar Magic Club dental health program" and Chef Boyardee offers recipes through its "Good Nutrition" program.

Schools are increasingly engaged in teaching young people to be consumers. Advertisers have discovered that lean public school budgets create fertile ground for branded products and licensed characters in classrooms, on school buses and in cafeterias. Marketers recognize the potential of promoting products through school activities and appreciate that schoolchildren can serve as a captive audience. Students often board the bus with money in their pockets and without parents by their sides to monitor how that money is spent. One writer paints a picture of a typical branded school day for a six-year-old:

[T]here's a little TV before breakfast or maybe 20 minutes with a computer game or an online visit to Neopets. Licensed cartoon characters, free adver-games built around sweet treats and messages for snack food abound on both screens. The trip to school is accompanied by a dose of Bus Radio, with ads from blue-chip marketers like News Corp., Disney, Cartoon Network and AT&T. The school grounds are dotted with corporate sponsor logos, branded vending machines, and book covers sponsored by PepsiCo, Hasbro and Cadbury Adams. Ronald McDonald might pop into the classroom for a chat about literacy. Finally, an evening visit to KFC touts a buy-this-DVD message about PBS' Curious George, with coupons in 4.5 million kids meals.

232 Id. at 200.
234 Id.
235 Id.
The branded materials purport to teach crucial skills, from math to morals. Youngsters learning to count may rely on help from books like *Kellogg’s Froot Loops! Counting Fun Book; Mars’s M&M’s Brand Counting Book; Pepperidge Farm’s Goldfish Counting Fun Book* and Kraft Foods’ *Oreo Cookie Counting Book*, which teaches children to count all the way down from ten cookies to “one little Oreo . . . too tasty to resist.” Their more advanced siblings can learn math from *Reese’s Pieces: Count by Fives*, the *Hershey’s Milk Chocolate Bar Fractions Book* and *Skittles Math Riddles*. As a publisher of some of these branded books acknowledges, “It’s not that these books resemble advertising—they are advertising.”

In fact, some have made a similar observation about many more children’s books, including those without branded products in their titles. In 1991, Tom Engelhardt, a longtime editor at Pantheon, wrote *Reading May Be Harmful To Your Kids*. In it he lamented that children’s book publishing had come to be motivated only by the merchandise a book could spawn, including tapes, CDs, videos, clothing and toys. Engelhardt asserted that the state of the industry made reading just another way of shopping. More recently, major booksellers and discount stores have dealt almost exclusively in books that feature licensed characters, contributing to the demise of the library and its model of trained educators carefully selecting quality books. Instead, the children’s book industry represents the converse of the long-tail trend, carrying fewer different books but selling more of them. One ghost writer of licensed children’s books describes how publishing companies treat the books like any other licensed properties: writers must stay within specific parameters, adhere to the character’s “brand identity” and follow a strict style guide that mandates how they are allowed to depict the character.


Rosenberg, *supra* note 102, at s2.


*Id.*

*Id.* (quoting Kate Klimo, publisher of Random House children’s books division) (emphasis added).


*Id.*

*Id.*


*Id.* at 177–80.
a graduate student in children’s literature set out to disprove his allegations but found the state of affairs even more dismal. After a decade of mergers left the production of most children’s books under the domain of just a few publishers, “Clifford, Arthur, the Magic School Bus, Madeline, Curious George, Peter Rabbit, Harry Potter, and scores of other book characters have been stamped, stitched, webbed, printed, woven, filmed, and recorded onto a seemingly endless range of products”\textsuperscript{247} whose most powerful message to children appears to be not “read” but “buy.”\textsuperscript{248}

Clifford the Big Red Dog, for example, has recently made a comeback. Clifford was originally the subject of a book series in the early 1960s, earning moderate popularity. Then in 2000, Scholastic launched a Clifford show on PBS Kids and developed a line of curriculum for use in classrooms.\textsuperscript{249} Forty years after Norman Bridwell created Clifford and his friends, they acquired superstar status overnight.\textsuperscript{250} In school, Clifford modeled socioemotional learning: “sharing, compassion, kindness, and cooperation.”\textsuperscript{251} Scholastic marketed “Clifford’s Kit for Personal and Social Development,” including bilingual books, posters and videos, to pre-kindergarten classrooms for $2600.\textsuperscript{252} Even though toddlers are not developmentally capable of sharing, empathy or the other skills the Clifford curriculum purports to teach, daycare providers requested that the publishing company scale down the curriculum to make it suitable for even younger children, and Scholastic obliged.\textsuperscript{253} Children too young to read the books nonetheless seemed to enjoy the videos, recognizing Clifford and pointing him out enthusiastically on the posters that hung around their classroom.\textsuperscript{254} Teachers even admitted that they could invoke Clifford to keep children in line when they misbehaved.\textsuperscript{255} Myriad products followed, riding the wave of Clifford mania with backpacks, dolls, puzzles, costumes and more.\textsuperscript{256} Scholastic


\textsuperscript{248} THOMAS, \textit{supra} note 109, at 169.

\textsuperscript{249} \textit{Id.} at 181.

\textsuperscript{250} \textit{Id.} at 182.

\textsuperscript{251} \textit{Id.}


\textsuperscript{253} THOMAS, \textit{supra} note 109, at 184–85.

\textsuperscript{254} \textit{Id.} at 184.

\textsuperscript{255} \textit{Id.}

\textsuperscript{256} The Scholastic Store offers seventy-five Clifford products, subdivided into categories based on the child’s age, the product type, and the price. The Scholastic Store, http://store.scholastic.com (last visited May 13, 2009).
called the Clifford series "part of a comprehensive brand marketing campaign, including home entertainment, consumer products, [and] publishing extensions, such as television tie-in books, interactive media and consumer promotions, supporting Clifford's position as a leading pre-school brand."\(^{257}\)

B. Animarketing

Sometimes the product marketers want to sell not only forms the basis for the brand marketing campaign, it precedes the entertainment or educational component entirely. At a 2004 marketing conference, the most concise presentation came from a Fischer-Price executive who held up an action figure in one hand and announced, "Product!", and then waved a video in the other hand, declaring it "Marketing!"\(^{258}\) Animarketing is using spokescharacters, often but not always cartoons, to market a product or brand to children.\(^{259}\) Spokescharacters abound in the supermarket, from the Keebler Elves, the Pillsbury Doughboy, the Snuggles Fabric Softener Bear and Mr. Peanut to Aunt Jemima, Chester the Cheetah and the Energizer Bunny. Even "the O in SpaghettiOs is a personified character, with his own little complex of joys, sorrows and anxieties" and his own strict parameters.\(^{260}\)

In the 1980s, toy companies began to release program-length commercials, known as PLCs within the industry, simply by wrapping story lines around a toy or product.\(^{261}\) The television shows designed solely to market He-Man, G.I. Joe, the Care Bears and Strawberry Shortcake drew rapt attention from the Saturday morning crowd, until by 1985 all ten of the best-selling toys starred in their own television shows.\(^{262}\) While in 1980 only ten percent of the

\(^{257}\) THOMAS, supra note 109, at 171.

\(^{258}\) Id.

\(^{259}\) Id. at 124. A recent study of such characters primed subjects by explaining that "an advertising spokes-character is an animated rather than human product representative in a television commercial." Kate Peirce & Michael McBride, Aunt Jemima Isn't Keeping Up with the Energizer Bunny: Stereotyping of Animated Spokescharacters in Advertising, 40 SEX ROLES: J. RESEARCH 959, 963 (1999). This Article counts iconic spokespeople like Ronald McDonald (sometimes animated, sometimes human) and the Pillsbury Doughboy (CGI animated, formerly stop-motion claymation) among that group.


\(^{261}\) THOMAS, supra note 109, at 55.

\(^{262}\) Id.
toys sold in the United States were based on licensed characters, by 1987, the proportion had jumped to roughly sixty percent.\textsuperscript{263}

While PLCs seem extreme, the urge to capitalize on kid-friendly characters through merchandising efforts is not new. Walt Disney released the first Mickey Mouse products in 1929,\textsuperscript{264} one year after Mickey was born, and Winnie the Pooh paraphernalia has been selling like gangbusters since the moment Disney added Pooh to its cadre in the 1930s.\textsuperscript{265} When Forbes calculated a ranking of the top-earning fictional characters in 2003, Pooh took first place at $5.9 billion.\textsuperscript{266} Mickey followed, with earnings of $4.7 billion for the year, then \textit{Lord of the Rings}'s Frodo in third place with $2.9 billion, Harry Potter in fourth with $2.8 billion and the stars of \textit{Finding Nemo} in fifth with $2 billion.\textsuperscript{267}

Although pairing spokescharacters with the products they hawk seems straightforward, strict guidelines govern every aspect down to the number of stripes on Ronald McDonald's socks. The proprietors of both Cheetos's Chester Cheetah and Lucky Charms's Lucky the Leprechaun at one point feared their spokesmen were seen as too goofy, and took careful steps to repair their images.\textsuperscript{268} One of the artists who worked on the Pillsbury doughboy campaign noted the importance of avoiding shots of the Doughboy's rear end, because it is simply "not a flattering point of view for our little spokesguy," who needs to maintain his dignity.\textsuperscript{269}

Paul Anderson, a psychologist who assisted several marketers in targeting children through animarketing, undertook a study on the effects of character exposure on brand affinity. Prior to a 2004 study published in \textit{Pediatrics} that declared television viewing by children aged one to three could result in "a constellation of attention-deficit problems by age seven,"\textsuperscript{270} Anderson shuffled up episodes of television programs \textit{Teletubbies} and \textit{Sesame Street} to gauge whether

\textsuperscript{263} \textit{Id.}
\textsuperscript{264} \textit{Id.} at 114.
\textsuperscript{265} \textit{Id.} at 114–15. A.A. Milne first created Winnie-the-Pooh in the early 1920s. See A.A. MILNE, \textit{Teddy Bear, in WHEN WE WERE VERY YOUNG} (1924).
\textsuperscript{266} \textit{Thomas, supra} note 109, at 115.
\textsuperscript{267} \textit{Id.}
\textsuperscript{268} \textit{Shalit, supra} note 260. In one spot, Chester breaks into a factory while the security guard sleeps. While the old Chester would have tripped and bungled his way in, the new Chester is crafty and suave, dusting off the security camera with his tail to avoid detection. \textit{Id.}
\textsuperscript{269} \textit{Id.} The doughboy likewise "doesn't do a lot of clenched-fist stuff," since doing so would draw attention to his lack of fingers. \textit{Id.} "[W]hen he runs, he doesn't take large strides. He takes little steps. Then, when he falls down, his hat can jump off his head a little bit. That gives him the opportunity to readjust it, and give a little sheepish smile." \textit{Id.}
\textsuperscript{270} \textit{Thomas, supra} note 109, at 88–89.
young children actually followed the story lines. He found the youngest viewers showed no signs of comprehension whether the shows they watched were scrambled or untouched. In fact, while both background and foreground television distracted children and disrupted their play, they did not seem to actually learn anything from the shows other than the ability to recognize its characters.

Building on Anderson’s work, another group of researchers designed a mouse character and created a set of mock advertisements in which the mouse performed various activities, ate crackers or other snacks or simply appeared with the snacks. They played different ads for groups of children, noting subjects’ attention levels, and then tested the kids’ responses to both the mouse and the products. The researchers were surprised to find that the mouse’s actions did not matter one bit in predicting what message the children gleaned. They found that no matter what the mouse did, “[t]he children’s defining response to each scenario was simply character recognition. . . . The chief piece of learning that very young children mastered from watching characters on television was the ability to recognize them.” In other words, the PLCs, cereal spokescharacters, Clifford the Big Red Dog curricula and character/fast food cross-promotions succeed with children not due to any message they bear or lesson they teach, but because of their ubiquity. Characters may prompt little ones to point excitedly to a Dora the Explorer poster on the subway or beg for a board book about Elmo, but the sheer ability to recognize those characters is all the programs teach.

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271 Id. at 94–95.
272 Id. at 95.
273 Id. at 96.
275 Id. at 12–13.
276 Id. at 14.
277 THOMAS, supra note 109, at 129; Neeley & Schumann, supra note 274, at 15.
C. Licensing and Product Placement

In the early 1990s, McNeal noted a particular marketing strategy gaining prevalence. He called it “integrated marketing” and described it as noncompeting firms working together to produce joint communications efforts that linked them in kids’ minds, as when Tyson sold frozen Looney Tunes meals featuring licensed cartoon characters or Nickelodeon and Pizza Hut collaborated to sell pizza to Spongebob Squarepants fans and sell Spongebob to pizza fans. Today, such cross-licensing campaigns have become omnipresent, as marketers scramble for “shared space.” Children need not wait until they arrive at Walt Disney World to see their favorite characters; they might just board a Delta airplane with the Powder Puff Girls painted on its side. Tie-ins with Brach’s candy corn accompanied the 2007 release of Jerry Seinfeld’s Bee Movie. Cover Girl recently partnered with a mainstream young adult novel to secure mentions of several of its products by the book’s teenage heroine. Sesame Street, once considered a paragon of virtue by many parents, has over seven hundred licensing agreements with makers of toys, greeting cards, clothing, toothbrushes and other products. It has paired with several companies to peddle fruit, breakfast items and packed snacks.

Plenty of integrated marketing promotions target teenagers and adults as well. Marvel comics inked a deal with Cadbury Schweppes, which explains

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278 In keeping with the TDRA fame factor that considers third-party mentions, “product placement” in this Article refers not only to paid placements or explicit contracts to cross-promote, but also to spontaneous mentions or appearances of branded products and to all those in between, such as appearances with permission, mutually beneficial unpaid endorsement deals, free gifts or favors to compensate for product mentions, under-the-table deals, etc.

279 MCNEAL, supra note 110, at 131–32.

280 See e.g., Rosenberg, supra note 102, at s2 (giving various examples of cross-licensing including Burger King and Nickelodeon’s eight tie-ins and Delta Express and Cartoon Network’s collaboration in which Delta Express painted a plane with the likeness of the Powder Puff Girls).

281 Id.


283 SEAN STEWART & JORDAN WEISMAN, CATHY’S BOOK: IF FOUND CALL (650) 266-8233, at 76 (2006); see Motoko Rich, Product Placement Deals Make Leap From Film to Books, N.Y. TIMES, June 12, 2006, at C1.

284 Wendy Melillo, supra note 118, at 14.

285 Id.

286 Some recent ad campaigns have even led to successful spin-off products that surprised their creators, like the Staples “Easy” button, of which the company sold $7.5 million dollars
why the actors in *X-Men*, *Spider Man* and *Spider Man 2* all drink copious amounts of Dr. Pepper. The characters also appeared on cans of Dr. Pepper timed to coincide with the releases of each movie. The sodas were even digitally replaced with a competing soft drink brand, PepsiCo’s Mirinda, when the movie was released in countries that do not sell Dr. Pepper. When New Line Cinema released *Sex and the City: The Movie* in May of 2008, viewers found eight different partner brands included in the film in ways that ranged from verbal mentions to repeated appearances on screen. One of those companies enabled visitors to its web site to watch the movie trailer, win tickets to the premiere and shop for merchandise inspired by the show’s characters. Kim Cattrall, who drives a Mercedes GLK as Samantha in the movie, joined Daimler in January to introduce the GLK at the Detroit auto show. The Coca-Cola Company relabeled two flavors of Glacéau Vitaminwater in tribute to the film, and worked with New Line Cinema to advertise the water and movie on popcorn bags, posters in grocery stores and the brand’s web site. Likewise, recent re-

worth, or the Travelocity gnomes, which sold so well at $20 that the company released a new, bigger model for $65. Noreen O’Leary, *Your Big Idea, Their Next Great Thing*, *AdWeek*, Mar. 12, 2007, at 8. The Geico cavemen even star in their own spin-off television show. *Id.*

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287 X-MEN (Twentieth Century-Fox Film Corp. 2000); SPIDER MAN (Columbia Pictures Corp., 2002); SPIDER MAN 2 (Columbia Pictures Corp., 2004).


293 Elliott, supra note 291, at C8.
lease *Semi-Pro* contracted with Bud Light and Old Spice, lending its protagonist, played by Will Ferrell, to television commercials for both.

In addition to affiliating characters with products and services, firms often cross-promote to children through "clubs" like the Burger King Kids' Club, which sends members coupons for noncompeting products, or Kraft's Cheese 'n Macaroni Club. Minute-Maid launched its Read-a-Book-a-Week program, McDonald's its Ronald McDonald Reading Corner and Pizza Hut its "Book It" promotion, rewarding avid readers with pizza and a barrage of promotional freebies to associate their brands with literacy and education. According to the National Soft Drink Association, around two-thirds of American schools have signed "pouring rights" contracts, giving soda companies exclusive access. Marketers have successfully infiltrated schools, plastering ads on billboards, yearbooks, newsletters, textbook covers, screen savers, team uniforms, vending machines and school buses.

Children may be especially vulnerable to cross-promotion tactics by marketers. In 2003, critics universally panned Dr. Seuss's *The Cat in the Hat*. But thanks to tie-ins with major corporate sponsors Burger King, Kraft, Kellogg, Hershey and Procter & Gamble, the film nonetheless dominated the box office. In 2008, the movie *Hannah Montana/Miley Cyrus: Best of Both Worlds Concert Tour* showed off Disney's line of Hannah Montana singing dolls, CDs and DVDs, but the movie also featured Adidas, Aéropostale, Alesis, Apple, Baldwin, BMW, Coca-Cola, Converse, Nike, Range Rover, Sabian and

297. *Id.* at 72.
302. Tsai, *supra* note 302, at 297.
Yamaha. 2007’s kid-friendly Enchanted starred not just Amy Adams, but a host of goods and services designed to appeal to its target audience, including Swatch, Sephora and McDonald’s.

Studies about product placement in movies aimed at teen and tween audiences find that paid sponsorships abound. Superbad provided publicity for cigarette brands Camel, Kool and Marlboro, as well as snacks and beverages like Cheetos, Doritos, Fritos, Cocoa Puffs, Quaker Oats, Red Bull, Sierra Mist, Slim Jim, Slushee and Welch’s. In another high school film, Stomp the Yard, teenagers might notice a wide range of footwear and apparel marks, including Adidas, New Balance, New Era, Nike, Puma, Sean John, G-Star Raw and Timberland. The movie Transformers showcases a number of automobile marks: AAA, Austin-Healey, BMW, Cadillac, Escalade, Chevrolet, Camaro, Dodge, Ford, Mustang, GMC, Yukon, Hummer, Pontiac, Porsche, Saturn, Toyota, Volkswagen and Beetle.

The characters and brands well-recognized by children are not featured only in television commercials and in-store promotions. In addition to placing merchandise and marketing materials in schools, firms are increasingly relying on product placement within, rather than between, before, after and around, television shows, movies, songs, videogames and theme parks. Some early forays into product placement provided impressive returns for the brands behind them: Reese’s Pieces saw a sixty-five percent sales increase after protagonist Elliot enjoyed them with his extraterrestrial friend in E.T.: The Extra-Terrestrial, and sales of Ray-Ban sunglasses tripled after Tom Cruise wore them in Risky

306 ENCHANTED (Walt Disney Pictures 2007).
308 SUPERBAD (Columbia Pictures 2007).
310 STOMP THE YARD (Rainforest Films, 2007).
312 TRANSFORMERS (DreamWorks SKG, 2007).
More recently, a single episode of HBO's *The Sopranos* prominently featured fourteen different branded products, including Cingular, Oris Watches, Puma, Chanel, Fossil and Mont Blanc. One writer articles that "the products [almost] seemed to get more face time than the main characters themselves as the camera often lingered over them for several seconds before breaking away to the actors."

The entertainment and advertising industries have become increasingly intertwined, morphing into a hybrid beast called "advertainment." That trend will only amplify as the number of households with DVRs, and thus the ability to fast-forward through traditional television advertisements, continues to grow. One television producer acknowledges the role of DVR in heightening the benefits of product placement: "With TiVo out there, commercial messages are being obliterated.... So [product placement] is genius for [brands] because they are getting their products embedded in a show, and it will be there for the repeat, for the syndication run and on the DVD." The proliferation of remote controls and increase in television channels contributed to a rise in the popularity of product placement that predates the DVR; all three make it easier for viewers to avoid ads if they so choose. The vast increase in product placement also dates to the advent of reality television, specifically the show *Survivor*, for which paid sponsors covered almost all of the production expenses and enabled CBS to air the show with no real financial risk.

Producers and marketers refer to "three basic types of product placement: visual, spoken, and usage." With a visual placement, viewers can simp-
ly observe a product, service or logo. For example, high school drama *Smallville* has featured Acuvue contact lenses, while kid favorite *One Tree Hill* has showcased Cingular cell phones, Sunkist soda and Secret deodorant.²²⁴ Spoken use occurs when someone mentions a corporation or branded item, as when Bernie Mac referred to Rolaids multiple times during a rant about life and heartburn on his eponymous show.²²⁵ For a usage placement, an actor or actress (or reality star) actually handles or interacts with the product. Consider Carrie on *Sex & The City* typing on her Mac PowerBook or shopping for, salivating over, and wearing Manolo Blahnik shoes.

A fourth, more intense level of integration is analogous to the PLC, when the storyline of the show or movie revolves around the product itself: in the past few years, the starlets of *What I Like About You* competed to be "the Herbal Essences Girl"²²⁶ and Harold and Kumar spent an entire movie just trying to reach their holy grail, a White Castle franchise.²²⁷ For the movie *Are We There Yet?*, the producers inked a deal with Ford guaranteeing that the Lincoln Navigator driven by the film’s star, Ice Cube, would appear in 75% of the movie.²²⁸ On the high school drama *Gossip Girl*, a main character’s mother signed on to design a line of “retro lingerie” for Victoria’s Secret, discussing the brand, handing out gift bags and meeting with the CEO over the course of the episode.²²⁹ The restaurant chain Chili’s partnered with teen-oriented network The CW and became a regular backdrop on shows like *Veronica Mars*.³³⁰ The CW, in exchange, got its logo “on all of Chili’s in-store assets, including coasters, bag stuffers, table tents, in-store signage and gift cards.”³³¹ Chili’s has also finagled its way onto *The Office*³³² and *The OC*, shows popular with middle school and high school crowds. The characters on *Friday Night Lights*, on the other hand, convene at Chili’s competitor Applebee’s: one character works there as a waitress and the others eat there constantly.³³³

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²²⁵ Manly, *supra* note 322, § 1, at 1.
²²⁶ James, *supra* note 320, at C-1.
²²⁷ *HAROLD & KUMAR GO TO WHITE CASTLE* (Endgame Entertainment 2004).
³³⁰ See, e.g., *Veronica Mars* (The CW television broadcast).
³³¹ *Chili’s Pacts with the CW*, MEDIA WEEK, Sept. 18, 2006.
³³² Levin, *supra* note 324, at 1A.
³³³ *Id.*
Mark Litwak points out that reality shows like *American Idol* and *Survivor* "actively partner with brands," rendering the entire show "a product placement forum." Meanwhile, "specialized cable networks such as the Food Channel and The Learning Channel enable their producers to deliver niche audiences of great interest to certain manufacturers." MTV high school pseudo-reality show *Laguna Beach* and its sequel, *The Hills*, provide a case in point. The series has offered major publicity for established brands like Teen Vogue, Chanel, Starbucks and Blackberry, as well as up-and-comers like Pinkberry and Rebecca Minkoff. In addition, fans can now participate in a virtual MTV world. Less than a year after The Virtual Hills launched, more than 7,000 visitors had bought in-world cans of Pepsi and 99% of the site's visitors had seen the sponsor's brand; Pepsi also "published an in-world 'zine." If users spent enough time in the virtual world, they began to "rack up MTV dollars" that they could use "for in-world purchases or Pepsi-branded items." Proctor & Gamble's Secret brand extended its "Tell us your secret" campaign, running virtual booths where avatars could air their secrets.

Neilsen data reveals that during the 2004 to 2005 television season, shows on the six broadcast networks featured over a hundred thousand product placements, an increase of about twenty-eight percent from the previous season. In the same year, the value of overall TV product placements rose 46.4

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335 Id.
342 Id.
343 Id.
344 Manly, *supra* note 322, § 1, at 1.
percent, to $1.88 billion.\textsuperscript{345} More controversially, a 1999 study by the Federal Trade Commission found that alcohol product placements occur in several teen-oriented contexts, including PG and PG-13 movies with "significant appeal to teens and children"—movies that the advertiser knew had a primary target market that included a large underage contingent—and on eight of the fifteen television shows most popular among teenagers.\textsuperscript{346} A National Institute on Media and Family study found that as beer company spending increases, then children from the seventh to twelfth grade are more likely to know a beer brand and even drink that brand.\textsuperscript{347} Consider the titular crashers in the movie \textit{Wedding Crashers}\textsuperscript{348} sucking down Budweisers through a paid promotion with the beer company:\textsuperscript{349} while advertising alcohol is banned on network television and heavily regulated on cable television, the teen-friendly, romantic comedy movie used its R rating to escape censor scrutiny. Likewise, Courvoisier sales increased in 2002 following the chart-topping success of Busta Rhymes’s music single, “Pass the Courvoisier Part II.”\textsuperscript{350}

In fact, rap and hip-hop artists have been dropping brand names in their songs lyrics for a long time, from Will Smith’s “DKNY all up in my eye / you gotta Prada bag with a lot a stuff in it”\textsuperscript{351} to Lil’ Kim’s

\begin{quote}
All we wanna do is party / And buy everybody at the bar Bacardi / Black Barbie dressed in Bulgari / I’m tryin’ to leave in somebody’s Ferrari / . . . This is
\end{quote}

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\textsuperscript{345} \textit{Id.} \\


\textsuperscript{348} \textsc{Wedding Crashers} (New Line Cinema 2005).

\textsuperscript{349} Litwak, \textit{supra} note 289, at 12.

\textsuperscript{350} Although Busta Rhymes and Courvoisier claim they made no agreement prior to the song’s release, industry insiders have speculated that the liquor firm and the rapper might have brokered a deal for the endorsement. Erik Parker, \textit{Hip-Hop Goes Commercial: Rappers Give Madison Avenue a Run for Its Money}, \textsc{The Village Voice}, Sep. 10, 2002, http://www.villagevoice.com/2002-09-10/news/hip-hop-goes-commercial/1 (last visited May 1, 2009).

\textsuperscript{351} \textsc{Will Smith}, \textit{Gettin' Jiggy Wit It}, on \textsc{Big Willie Style} (Sony 1997).
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for my peeps, with the Bentleys, the Hummers, the Benz / Escalades twenty
three inch rims / Jumpin' out the Jaguar with the Tims352

Marketers are beginning to capitalize on that exposure. While most
mentions of brands are not sponsored endorsements,353 Seagram's gin managed
to garner paid mentions in five different rap songs from artists including Kanye
West and Petey Pablo.354 One of the songs wound up the number two hip-hop
song of 2004; it played over 350,000 times on the radio.355 In 2005, McDo-
nald's hired an entertainment marketing firm to help it woo artists to incorporate
references to Big Macs into their songs and raps.356 McDonald's director of
brand entertainment strategy explains: "The stars of hip-hop have become
brands.... This partnership reflects our appreciation and respect for the most
dominant youth culture in the world."357 While critics like Dr. Susan Linn
thought the "adversongs" would deceive fans, especially young listeners,
McDonald's disagrees: it believes that "the McDonald's brand is so omnipresent
already in America that having it in music, having it in TV, having it in movies,
is no more intrusive than anything else children experience nowadays."358 In
2007, marketers for Nike commissioned KRS-One, Nas and Kanye West to
record a song, "Better Than I've Ever Been," to commemorate the Air Force
One sneaker's 25th anniversary. Despite its foul language and branded content,
the song was nominated for a Grammy.359 In fact, a recent article in Advertising
Age opines that the product placement landscape leaves new artists little choice:
"[I]t's become nearly impossible to develop a major following without a
branded tie-in."360

353 Brian Goldman, Putting Lamborghini Doors on the Escalade: A Legal Analysis of the Unau-
thorized Use of Brand Names in Rap/Hip-Hop, 8 TEX. REV. ENT. & SPORTS L. 1, 5 (2007)
(citing estimates that 90% of the mentions are unpaid).
354 Taryn-Lee Biggar, Pimp My Track, MUSIC INDUSTRY ONLINE, Aug. 16, 2006,
http://www.mio.co.za/article/pimp-my-track-2006-08-16 (last visited May 1, 2009).
355 Marc Graser, McDonald’s on Lookout to Be Big Mac Daddy; Critics Pan Fast-feeder's Plan
for Rappers to Sing Praises of the Sandwich, ADVERTISING AGE, Mar. 28, 2005, at 123.
356 Renee Graham, Slip a Big Mac Into a Rap, Get a Check From Ronald, BOSTON GLOBE, Apr.
5, 2005, at Cl.
357 Graser, supra note 355, at 123.
358 Id.
359 Charlie Moran, Nike Scores Grammy Nomination for a Branded Song, ADVERTISING AGE,
IV. GOLDFISH, TOUCANS AND THREE-STRIPE SNEAKERS

Courts assessing fame and other issues of public perception of trademarks have not ignored the role of children and teenagers as both primary and influence markets. When children compose a product’s universe of consumers, or a significant part of that universe, courts have accepted empirical evidence surveying children in their capacity as a brand’s relevant consumers and persuaders. When children are the recipients of goods or services and appear, in effect, to select those products, their influence power is acknowledged, although courts have sometimes accepted and other times disregarded survey evidence focusing either on the children who make up the relevant universe or on their parents.

361 See, e.g., Frosty Treats, Inc. v. Sony Computer Entm’t Am., Inc., 426 F.3d 1001, 1006 (8th Cir. 2005) (using as evidence “a survey of 204 children and 200 adults who had purchased ice cream from an ice cream truck in Frosty Treats’s largest markets” to determine that Frosty Treats had not acquired secondary meaning); Morrison Entm’t Group Inc. v. Nintendo of Am., Inc., 56 F. App’x 782, 785 (9th Cir. 2003) (accepting Nintendo’s survey showing children in target age-group unlikely to confuse marks); Processed Plastic Co. v. Warner Commc’ns, Inc., 675 F.2d 852, 854, 856 (7th Cir. 1982) (allowing survey evidence from children age 6–12, despite defendant’s contention that it “only indicate[d] that ‘some small children thought the PPC car was sponsored or authorized by ‘The Dukes of Hazzard’ television program’”); Warner Bros., Inc. v. Gay Toys, Inc., 658 F.2d 76, 79 (2d Cir. 1981) (finding confusion based on survey evidence demonstrating that the children, at the time of purchase by their parents, were confused); Nabisco Inc. v. PF Brands, Inc., 50 F. Supp. 2d 188, 211 (S.D.N.Y. 1999), aff’d, 191 F.3d 208 (2d Cir. 1999) (PF Brands unlikely to succeed on infringement claim because it failed to show that its target market, children between six and twelve, were likely to be confused by defendant’s product); STX, Inc. v. Trik Stik, Inc., 708 F. Supp. 1551, 1554–55, 1559–60 (N.D. Cal. 1988) (denied motion to dismiss and granted preliminary injunction after citing survey of 712 teenage skateboarders in which 65% associated the plaintiff’s kneepad with its mark based on appearance alone and 37% of the interviewees believed plaintiff made the product after being shown the defendant’s product in its original packaging).

362 Thornburg, supra note 4, at 100 (“Often, a product that has been directly and substantially marketed toward children requires that children be part of or predominate the universe of a trademark survey.” (citing E.S. Originals, Inc. v. Stride Rite Corp., 656 F. Supp. 484, 492 (S.D.N.Y. 1987))).

363 Ty Inc. v Softbelly’s, Inc., 353 F.3d 528, 530–31 (7th Cir. 2003) (dismissing defendant’s survey of thirteen- to eighteen-year-old girls as “worthless” compared to plaintiff’s survey of adults over eighteen in determining whether Ty’s “Beanies” was generic, even though a Ty employee testified its “prime market consists of girls 5 to 14, followed by girls/women 14 to 80”).

New-School Trademark Dilution

Products geared toward kids capitalize on kids' unsophisticated palates, preferences and attention spans. As such, makers of toys and snacks have an easier time demonstrating a likelihood of confusion in infringement cases than do those selling big-ticket items, couture fashion or wine and caviar. Judge Glasser, disregarding survey evidence and expert opinions proffered in a trademark action brought by Toys "R" Us against the owners of Kids "R" Us, described how

[a] common, if not nagging, experience of parenthood is the coercion of children that their clothing be of a current style and purchased in a designated place. Those vigorous promptings of children to which parents not infrequently succumb make the children, in reality, the true purchasers with the resultant lowering of the level of sophistication.

Other courts have tried to consider the viewpoint of children in conducting an infringement analysis of competing products targeted at children, adhering to the principle that the similarity of child-oriented works must be viewed

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365 See, e.g., Binney & Smith, 60 U.S.P.Q.2d at 2003 ("The Court finds that the purchasers of markers would not likely devote much care to distinctions between Plaintiffs' and Defendant's products because the products are relatively inexpensive and consumers frequently bring little care or sophistication to their purchase."); Hershey Foods Corp. v. Mars, Inc., 998 F. Supp. 500, 505, 512 (M.D. Pa. 1998) (finding "[t]he consumers are not sophisticated. The parties' products are inexpensive, and targeted to children between the ages of 8 and 17 years of age" and, further, Reese's peanut butter cups' orange, brown and yellow package not famous as trade dress); Educ. Testing Serv. v. Touchstone Applied Sci. Assocs., Inc., 739 F. Supp. 847, 853 (S.D.N.Y. 1990) (although purchasers of computer-based reading program were teachers and administrators, it was the ultimate consumers, namely the school children, who might be confused because they lacked the sophistication to differentiate among the products); STX, Inc. v. Trick Stik, Inc., 708 F. Supp. 1551, 1559–60 (N.D. Cal. 1988) ("The consumer of the skateboard kneepad is likely to be young and unsophisticated (at least when compared to champagne purchasers.").

from the perspective of the young audience for which the products are intended.\textsuperscript{367}

If courts are willing to consider children's familiarity with marks sufficient—or even necessary—evidence of whether a mark is famous, distinctive, confusing or generic, and children wield both primary and influence (not to mention future) market power, it follows that companies may be motivated to exploit the loyalty of such a credulous audience. For marks that garnered dilution protection under the FTDA's more lenient standard but find their footing less sure after the TDRA, or those that have yet to achieve fame or find fame slipping away, marketing to children and teenagers provides a compelling opportunity to cultivate the kind of widespread, generalized fame the TDRA contemplates. Children are not just the general consuming public of America's future; they are the general consuming public of America's present.

To bring the claims of this Article to life, it helps to examine several marks that have relied on renown among children to successfully establish their fame under the FTDA. Goldfish crackers, Kellogg's Toucan Sam character and Adidas's signature stripes are three such marks. In 1999 Pepperidge Farm demonstrated the fame of its signature Goldfish and proved a likelihood of success on the merits of its claim that Nabisco crackers in the shape of fish, bones and half-cat and half-dog creatures diluted the Goldfish mark, earning a preliminary injunction against Nabisco.\textsuperscript{368} In 2003 Kellogg failed to persuade the Sixth Circuit that golf paraphernalia featuring a toucan logo diluted its spokescharacter's fame, but it had no trouble establishing Sam's fame under the FTDA's multifactor test.\textsuperscript{369} In 2007 a federal district court found Adidas's Three-Stripe trade dress famous under "either set of factors," those of the FTDA or the TDRA.\textsuperscript{370} However, its holding could be revisited by later courts since (1) Adidas offered no survey evidence to demonstrate the mark is widely recognized among the general consuming public; (2) the 2007 opinion relies mainly on the fame discussions from two cases decided prior to the TDRA; and (3) in dicta, the court acknowledged the marks may have ebbed and flowed in fame over time, implying that they may continue to do so.\textsuperscript{371} These cases are noteworthy because the three marks epitomize three forms of marketing discussed above: Pepperidge Farm has recently begun targeting children through "educational" promotions and curriculum for use in school and at home; Kellogg continues to rely heavily

\textsuperscript{369} Kellogg Co. v. Toucan Golf, Inc., 337 F.3d 616, 628 (6th Cir. 2003).
\textsuperscript{370} Adidas Am., Inc. v. Payless Shoesource, Inc., 529 F. Supp. 2d 1215, 1245 (D. Or. 2007).
\textsuperscript{371} Id. at 1243, 1245 & n.11.
on animarketing for Froot Loops and its other children's cereals; and Adidas is one of the brands most reliant on product placement. In addition, all three brands have stepped up their Internet presence recently to appeal to their young, plugged-in target audience members.

A. "Educational" Marketing: Fishful Thinking

Pepperidge Farm makes small, bright-orange puffed cheese crackers in the shape of goldfish. It created Goldfish crackers in 1962, and since then has added smiling fish, colored fish, flavor-blasted fish, larger goldfish crisps and other variations, including twenty-four flavors of fish. At different times in its storied history, the Goldfish brand has relied on animarketing through a character named Finn, product placement in movies like Garfield: The Movie, tie-ins through a partnership with the NBA and copious television advertisements featuring memorable jingles. Its most recent effort, however, focuses on teaching. Since Clifford cornered the market on morals, and the Care Bears covered emotional intelligence, Goldfish opted to use its brand personality and connection with consumers to focus on optimism and teach children to harness the power of positive thinking.

With the guidance of a prominent academic psychologist and other authorities, the Goldfish brand developed and launched "Fishful Thinking," a "program designed to educate parents and teachers about the power of Optim-

372 Nabisco, 50 F. Supp. 2d at 192.
374 Carlye Adler, Mascot Makeover, FORTUNE SMALL BUSINESS MAGAZINE, Oct. 23, 2006, at 30 (Finn’s friends include shy Gilbert, a pretzel gold fish; smart Brooke, a Parmesan fish; and daredevil XTreme, a Flavor Blasted fish); Amy Corr, Out to Launch, MEDIAPOST NEWS, Jan. 18, 2006, http://www.mediapost.compublications/index.cfm?fa=Articles.showArticle&art_aid=38699 (describing spots on Nickelodeon and Cartoon Network featuring animated goldfish Finn and friends).
376 Pepperidge Farm Scores Partnership with NBA All-Stars Dwyane Wade and Chris Bosh to Help Promote Fitness among America’s Youth, BUSINESS WIRE, Feb. 16, 2008.
ism and its role in childhood development." The program touts optimism as a teachable skill and claims to provide the tools teachers and parents need to teach their kids how to think optimistically about themselves in order to "over-come life’s obstacles, persist in the face of adversity, and transform setbacks into manageable challenges." The Fishful Thinking site is replete with advice columns, quizzes, tips and a book club with discussion suggestions for "sharing stories and experiences with your closest friends," as well as web graphics and wallpapers classified as "Family Fun" that enable kids to “[e]xpress [their] positive thinking." Fans of the campaign and the snack can sign up to receive newsletters, e-mails and useful tips to help them “inspire Optimism” in the children around them.

The Fishful Thinking site features exercises for kids that focus on such goals as “Positive Frustration,” “Mastery,” “Emotion Awareness,” “Savoring and Positive Emotion” and “Hope." The site also suggests physical activities for children aged three to six, six to twelve and all ages, including games like “Leap Fish," “Fish Out of Water,” “Scavenger Hunt Story Time” and “FINN in the Middle.” The video section features tutorials on projects for kids that tie into classroom learning, such as a poster to “[r]emind your children what they like about school,” an end of summer party to “get your kids and their classmates ready for the school year” and an eight-part optimism workshop.

In addition to reaching out to parents and teachers through its site and publicity,
the Goldfish brand has pledged $625,000 to City Year over three years and sponsors City Year’s “Starfish” after-school program. As City Year, in turn, “will broaden the reach of Fishful Thinking.” As a tie-in, Goldfish incorporated starfish-shaped crackers into its fish mix, and features “the starfish story” on the Fishful Thinking site, its companion kids’ site and City Year’s own promotional materials.

The Goldfish kids’ site, Goldfish Central, promises parents a safe environment for kids to learn and play; the site does not gather personal information or enable users to interact with one another. Kids can design their own goldfish characters, vote on which proposed new fish will join the group or create a customized homepage. The site features music videos, arcade games, movies, quizzes and polls. The more kids interact with the site, the more “Cheddar Points” they earn, which they can trade in at the “Cheddar Shop” for downloads, screensavers, homepage songs and decorations, as well as headgear, eyewear, accessories and activities for their fish.

In 1998 Nickelodeon Television Network’s popular cartoon program CatDog launched with a ten million dollar advertising campaign featuring CatDog-themed product tie-ins and copious merchandising. The show centered around a character who was half-cat and half-dog; the dog half ate bones and the cat half ate fish and the bone/fish hybrid provided a recurring image for the show and related merchandise. The two halves made for an odd couple: Cat was “fastidious and emotionally reserved” while Dog was “slovenly and boisterous.” CatDog targeted children aged six to twelve and earned a 3.9 Nielsen rating in its first three months of existence, placing it nearly on par with

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390 Pepperidge Farm and City Year Unite to Make a Difference for Children, 8 City Year E-Newsletter 1 (2008), available at http://www.cityyear.org/about/pressroom/NatEnews.cfm?Date=09-07&v=2&i=7&Article=s2 (last visited May 14, 2009).
391 Id.
392 Id.
394 Id.
395 Id.
397 Id. at 192.
398 Id. at 195–96.
399 Id. at 205.
400 Id. at 209.
the leading children's television show at the time, *Rugrats*. To promote *CatDog*, Nickelodeon relied on tie-ins with a number of products and brands, including Burger King, Jell-O and Duracell.

The kids' network also partnered with Nabisco to develop a CatDog snack. By the time distribution was slated to begin, Nabisco had invested approximately $3.4 million in inventory; developed television advertising; prepared print materials that included full-page ads, free-standing inserts and coupons; and contracted with retail customers over shipping and shelf space. By including a contest entry form, game board and game pieces, Nabisco designed the CatDog box so that children would keep it and continue playing with it after they finished snacking. The snack itself comprised small orange crackers in three shapes: half the crackers in a package resembled the two-headed CatDog character, one-quarter were bone-shaped and the remaining quarter were fish-shaped.

It was the fish-shaped component, of course, that proved problematic. While the CatDog fish crackers were a little flatter and a little longer, they resembled Pepperidge Farm's Goldfish in their color, shape, size and cheese flavor. Pepperidge Farm sued Nabisco as soon as it saw a sample cracker, alleging state and federal trademark dilution as well as infringement based on post-purchase consumer confusion. The district court concluded the Pepperidge Farm Goldfish mark was nonfunctional, distinctive, famous and protectable under the anti-dilution and infringement statutes. It held that Pepperidge Farm had proven a likelihood of success on the merits of its dilution claims under the FTDA, as well as state laws, and issued a preliminary injunction against Nabisco, mandating that it "cease using the Goldfish mark (i.e. a gold goldfish) in

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401 *Id.*
402 *Id.* at 195.
403 *Id.* at 196.
404 *Id.* at 212.
405 *Id.* at 211.
406 *Id.* at 196.
407 *Id.* at 205 ("They are both small, bright-orange crackers clearly shaped as goldfish. The Pepperidge Farm Goldfish is slightly shorter and puffier. Some Goldfish have imprinted smiles, others are featureless. Nabisco's goldfish is slightly longer, flatter, and imprinted with an 'X' for eyes and gills.").
408 Pepperidge Farm has also registered a number of trademarks in Goldfish, including the fish shape of the Goldfish cracker. *Id.* at 192.
409 *Id.* at 192–93.
410 Nabisco, Inc. v. PF Brands, Inc., 191 F.3d 208, 214 (2d Cir. 1999).
411 *Id.*
connection with the manufacture, distribution, sale, advertisement or promotion of any of its products."\textsuperscript{412} The Second Circuit affirmed, declaring that "[a] second major seller of goldfish-shaped, orange-colored, cheddar-flavored, bite-sized crackers can hardly fail, in our view, to dilute the distinctiveness in the eyes of the consumers of the senior mark in a goldfish-shaped, orange-colored, cheddar-flavored, bite-sized cracker."\textsuperscript{413}

Neither court hesitated to declare the Goldfish mark famous, deeming children aged six to twelve the "target consumers"\textsuperscript{414} and noting that "children ages two to five-years old account[] for 12% of brand volume."\textsuperscript{415} The district court framed the question as one that "centers around how children—the target consumers of Nabisco’s product and approximately half the consumers of Pepperidge Farm’s product—perceive this fish-shaped cheese cracker."\textsuperscript{416} It also classified mothers as a large part of the relevant universe, but acknowledged the role of kids as influencers, because it is "children who, for the most part, drive the purchasing decision."\textsuperscript{417} In assessing fame under the FTDA standard, each court also described Goldfish’s market efforts, expenditures, popularity and unsolicited press:

In 1994, [Pepperidge Farm] launched an aggressive marketing campaign directed at children, who make up about half of Goldfish consumers, and between 1995 and 1998, it spent more than $120 million marketing the Goldfish line nationwide. The cracker has also been the subject of substantial media coverage, including a feature on “The Today Show” and an episode on “Friends.” From 1995 to 1998, net sales of Goldfish crackers more than doubled, to $200 million per year. Measured by sales volume, Pepperidge Farm’s Goldfish is the second-largest selling cheese snack cracker in America today. Measured in sales dollars, Goldfish ranks number one.\textsuperscript{418}

No survey evidence factored into the determination.\textsuperscript{419} While Nabisco offered into evidence a survey it claimed showed the absence of consumer con-

\begin{thebibliography}{99}
\item \textit{Nabisco}, 50 F. Supp. 2d at 212.
\item \textit{Nabisco}, 191 F.3d at 219.
\item Id. at 220 ("Children are . . . target audiences for both products."); \textit{Nabisco}, 50 F. Supp. 2d at 211.
\item \textit{Nabisco}, 50 F. Supp. 2d at 195 n.6.
\item Id. at 192.
\item Id. at 194.
\item \textit{Nabisco}, 191 F.3d at 212–13; \textit{Nabisco}, 50 F. Supp. 2d at 195.
\item \textit{Nabisco}, 50 F. Supp. 2d at 202–05.
\end{thebibliography}
fusion based on the fish shape in *CatDog*, the district court rejected it based on its failure to focus on the correct universe.\footnote{Id. at 210 n.29. The opinion does not specify what universe Nabisco actually surveyed, but suggests that it considers relevant consumers to be mothers aged 18 to 49, children aged 6 to 12 and some other adults, as adult consumption accounts for approximately 56% of the market. Id. at 195 & n.6.}

In analyzing the likelihood of blurring, both courts also characterized the target consumers as "unsophisticated"\footnote{Nabisco, 191 F.3d at 220; Nabisco, 50 F. Supp. 2d at 210.} because of their age and the relatively low cost of the products. If children are the typical buyers of a brand of candy or toys, a lower standard of care may be reasonable.\footnote{Nabisco, 50 F. Supp. 2d at 206 (citing 3 J. THOMAS MCCARTHY, MCCARTHY ON TRADEMARKS AND UNFAIR COMPETITION § 23:98 at 23–191 (4th ed. 1988)).} Both Pepperidge Farm and Nabisco concurred that children are likely to drive the decision behind the purchase of Goldfish.\footnote{Nabisco, 50 F. Supp. 2d at 206.} However, while Pepperidge Farm believed and both courts affirmed that the sophistication factor weighed in its favor, "Nabisco argue[d] that [the] factor strongly supports its case, because children will have no difficulty recognizing the Nabisco product as a reference to the CatDog and will thus keep the two marks separate and distinct."\footnote{Nabisco, 191 F.3d at 220–21 (emphasis added); Nabisco, 50 F. Supp. 2d at 206.} While the court disagreed with Nabisco in this case,\footnote{Nabisco, 191 F.3d at 220–21.} Nabisco’s argument is not unreasonable: children, as members of a niche audience, will differentiate Winslow Oddfellow\footnote{Nabisco, 191 F.3d at 220 n.10.} from Tommy Pickles\footnote{Tommy was a character on Nickelodeon’s *Rugrats*.} more easily than will their parents or a panel of judges, making them "sophisticated" consumers in that limited sense.

Even if Nabisco is correct in that surmise, it seems to us to have only moderate importance, for two reasons. First, while children may be the primary ultimate consumers of the crackers, they are generally not the purchasers. Adult purchasers of crackers may be less sophisticated than children in recognizing the differences between the two fish. Even if, in the minds of children, the addition of Nabisco’s CatDog family to the cheese cracker landscape does not lessen the distinctiveness of Pepperidge Farm’s mark in its Goldfish, it is likely to do so among adults who will have less awareness of Nickelodeon’s CatDog and of the differences between the two competing crackers.

Furthermore, even though children maybe [sic] the primary target of Pepperidge’s marketing, they make up only one half the Goldfish market.

\footnote{Oddfellow was another character from *CatDog* whom Nabisco contemplated making into a cracker. Nabisco, 50 F. Supp. 2d at 196 n.10.}
New-School Trademark Dilution

While the Goldfish brand has been held famous under an FTDA analysis, and Goldfish crackers are available and marketed in all fifty states, would the mark fare the same under the TDRA? The district court declared the mark "famous in the area of cheese cracker snack foods" and "recognized among consumers, the media, and the cracker and cookie industry as a famous brand." But while wide recognition among kids and moms sufficed under the old regime, Pepperidge Farm would likely need to provide more extensive empirical evidence if the same case were brought today. If it did so, it could likely include young children in its survey universe and capitalize on its marketing to kids as primary, influence and future markets: even those young people who never partook of the crackers undoubtedly recognize them and their signature appearance because of Goldfish's copious advertising campaigns.

Even more to the point, the Goldfish brand message has entered children's lives delivered not only by traditional television ads, but also by parents, educators and moviemakers. To engage its target audience, Pepperidge Farm has employed animarketing, product placement, tie-ins, websites and a counting book. Through its recent partnership with City Year, the Pepperidge Farm wisely borrows the halo of education and philanthropy to involve its Goldfish brand in children's lives and make itself a household word in the present and future. This Article contends that the TDRA rewards such a strategy; the Fishful Thinking curriculum represents one way smart marketers are securing the protection the TDRA provides to only those brands that have achieved nationwide fame.

B. Animarketing: "Follow My Nose. It Always Knows!"

Cereal offers dozens of examples of animarketing, including Frosted Flakes's Tony the Tiger, Sugar Smacks's Dig-Um Frog, Lucky Charms's Lucky the Leprechaun, Trix's rabbit and Toucan Sam, the mascot for Kellogg's Froot Loops cereal. Kellogg is the largest cereal maker in the world and Froot Loops is one of its best-selling cereals; in recent years Froot Loops has ranked

428 Nabisco, 50 F. Supp. 2d at 204.
429 Id. at 202.
430 From 1995 through 1998, Pepperidge Farm spent more than $120 million to market the Goldfish line. Print and broadcast advertisements for Goldfish "prominently feature the Goldfish design." Id. at 195.
431 Additional examples include Kellogg's Corn Flakes' Corny the Rooster, Cocoa Krispies' Sonny the Cuckoo, Golden Crisp's Sugar Bear, Honey Nut Cheerios' Bee Captain Crunch's Captain, Cookie Crisp's Cookie Crook and the Rice Krispies trio of Snap!, Crackle! and Pop!.
among the top ten best-selling cereals in the United States. 433 While Kellogg claims its ads never target children younger than six, 434 Toucan Sam has clearly proved he has broad appeal over time and across demographics, as he has been following his nose to Froot Loops since Kellogg launched the cereal in 1963. 435

The Sixth Circuit described the mascot as "an anthropomorphic cartoon" 436 who does not resemble a real toucan. 437

[Toucan Sam] is short and stout and walks upright. He is nearly always smiling with a pleasant and cheery demeanor, but looking nothing similar to a real toucan. He has a royal and powder blue body and an elongated and oversized striped beak, colored shades of orange, red, pink, and black. He has human features, such as fingers and toes, and only exhibits his wings while flying. . . . He speaks with a British accent, allowing him to fervently sing the praises of the cereal he represents, and to entice several generations of children to "follow his nose" because "it always knows" where to find the Froot Loops. 438

The campaign has remained virtually unchanged worldwide since its inception, 439 featuring Sam in every print and television advertisement it created. 440

Kellogg has registered marks in a number of brand names, slogans and spokes-characters, including Toucan Sam’s name and image. It polices those marks diligently; it has opposed marks and filed claims against not only several food and beverage companies, 441 including cereal competitor General Mills Corp., 442 but also gas company Exxon Corp. for a tiger mascot that vaguely re-

435 Toucan Golf, 337 F.3d at 624.
436 Id. at 620.
437 Id. at 624.
438 Id. at 620.
440 Toucan Golf, 337 F.3d at 620.
442 Gen. Mills, Inc. v. Kellogg Co., 824 F.2d 622, 628 (8th Cir. 1987) (upholding the district court’s denial of Kellogg’s motion to preliminarily enjoin General Mills from using the name OATMEAL RAISIN CRISP on a new breakfast cereal based on alleged infringement of Kellogg registered trademark APPLE RAISIN CRISP).
sembles its Tony the Tiger mark; a Seattle band called “Toucans” for infringing Toucan Sam and the maker of flavored frozen “Frootee Ice” bars for allegedly creating confusion with Froot Loops. In 1994, an Ohio family founded Toucan Golf, Inc. (“TGI”), a small business that uses a more realistic toucan drawing it calls “Lady GolfBird” as a logo to represent its products, playing off the bird references prevalent in the sport. TGI manufactures putter heads and other golf equipment, primarily for companies who order them to use as promotional gifts at charity events. Kellogg filed an opposition with the Trademark Trial & Appeals Board (“TTAB”) to TGI’s marks; when the TTAB dismissed its opposition, Kellogg twice appealed, alleging trademark infringement and dilution.

Like many courts analyzing dilution under the FTDA, the Sixth Circuit wasted little time analyzing Toucan Sam’s fame, which it characterized as “not in dispute and requir[ing] no discussion.” However, while the TTAB held Kellogg’s toucan design marks famous for cereal, it found that the word mark TOUCAN SAM had not been shown famous for cereal or any other item. The district court disagreed, finding both the design marks and word

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443 Kellogg Co. v. Exxon Corp., 209 F.3d 562, 564–65 (6th Cir. 2000).
446 Kellogg Co. v. Toucan Golf, Inc., 337 F.3d 616, 622 (6th Cir. 2003) (“GolfBird has a multi-colored body, and TGI displays GolfBird in a myriad of color schemes for different purposes. Invariably, however, she has a long, narrow, yellow beak with a black tip, not disproportionate to or unlike that of a real toucan. GolfBird is always seen perched upon a golf iron as if it were a tree branch. She has no human features whatsoever, and resembles a real toucan in all aspects except, perhaps, her variable body coloring.").
447 See, e.g., id. at 627 (“eagle,” “birdie” and “albatross”).
448 Id. at 621.
449 Id. at 622.
450 See, e.g., Louis Vuitton Malletier S.A. v. Haute Diggity Dog, L.L.C., 507 F.3d 252, 267–69 (4th Cir. 2007); Jada Toys, Inc. v. Mattel, Inc., 496 F.3d 974, 980–82 (9th Cir. 2007); Horphag Research Ltd. v. Garcia, 475 F.3d 1029, 1035–36 (9th Cir. 2007).
451 Toucan Golf, 337 F.3d at 621.
mark famous for cereal, but not famous for golf equipment or any other products.\textsuperscript{453}

The Sixth Circuit affirmed the district court’s finding of no likelihood of dilution and no evidence of actual dilution under the stricter post-\textit{Moseley} standard.\textsuperscript{454} It noted that Kellogg’s 1991 survey indicated that 94\% of consumers recognized Toucan Sam, and its 1997 survey showed no evidence of dilution, since after TGI began doing business, 94\% of consumers still recognized Toucan Sam.\textsuperscript{455} That conclusion requires a slight inferential leap given that the first survey consisted entirely of children from six to twelve years old, while the second survey universe included adults and consumers of all ages.\textsuperscript{456} The first group more accurately reflects Froot Loops’s target market, “because Kellogg considers Froot Loops to be ‘kid-driven’ cereal, aimed primarily at children as the consumers.”\textsuperscript{457} But the inference that 94\% recognition points to an absence of dilution by TGI seems appropriate given that the second survey universe ought to reveal less recognition, since it represents a cross-section of the general consuming public, not the niche target audience.

Like the opinions in the Goldfish cases, the Toucan Sam decision addressed consumer sophistication in assessing the viability of Kellogg’s infringement claim.\textsuperscript{458} If the Sixth Circuit treated the young Froot Loop eaters as the relevant parties, it would likely find them relatively less sophisticated based on their youth and the cereal’s inexpensive price tag. It could also have deemed them \textit{more} sophisticated than typical shoppers; as lifetime viewers of ads featuring Toucan Sam, children would be less likely than other shoppers to confuse Sam with a dissimilar cartoon toucan logo marking non-competing goods. The court did neither, instead classifying only TGI’s potential consumers, highly sophisticated “corporations and wealthy golfers.”\textsuperscript{459} Likewise, the district court found “no evidence suggests that the types of potential purchasers who would receive such advertising materials [as promotional golf clubs for its competitors in the cereal market] would be likely to be confused.”\textsuperscript{460} The fame question did

\textsuperscript{453} \textit{Id.} at *31.

\textsuperscript{454} \textit{Toucan Golf}, 337 F.3d at 627–29.

\textsuperscript{455} \textit{Id.} at 628.

\textsuperscript{456} The district court maintains that the second recognition study was performed “using all age groups but sampling in favor of children.” \textit{Toucan Golf}, 2001 U.S. Dist. LEXIS 14451, at *8. The Sixth Circuit summarizes the same study as having “determined that 94\% of adults likewise recognized Toucan Sam.” \textit{Toucan Golf}, 337 F.3d at 628.

\textsuperscript{457} \textit{Toucan Golf}, 2001 U.S. Dist. LEXIS 14451, at *7.

\textsuperscript{458} \textit{Toucan Golf}, 337 F.3d at 627.

\textsuperscript{459} \textit{Id.}

\textsuperscript{460} \textit{Toucan Golf}, 2001 U.S. Dist. LEXIS 14451, at *27 n.11.
New-School Trademark Dilution

not prove highly relevant in any event, as both courts found that Kellogg failed to adequately prove likely dilution or confusion.\footnote{Toucan Golf, 337 F.3d at 627–28; Toucan Golf, 2001 U.S. Dist. LEXIS 14451, at *27.}

In 2007, perhaps prompted by the lawsuit threat from parents and advocacy groups worried about child obesity,\footnote{Kellogg to Boost Nutrition in Cereals, Snacks, MSNBC.COM DIET AND NUTRITION, Jun. 14, 2007, http://www.msnbc.msn.com/id/19214818 (last visited May 1, 2009).} Kellogg announced a voluntary commitment to make Froot Loops and some of its other most popular brands healthier or stop marketing them worldwide to children under twelve.\footnote{The company’s restrictions apply only to media that has half its viewership under twelve, so children who watch television programs with more adult audiences will still see those foods advertised. Todd Zwillich, Kellogg Cuts Junk-Food Pitch to Kids: Food Company Will Reduce Marketing of Less Healthy Foods to Children Under 12, WEBMD HEALTH NEWS, Jun. 14, 2007, http://www.webmd.com/parenting/news/20070614/kellogg-cuts-junk-food-pitch-to-kids (last visited May 12, 2009).} Based on its “Global Nutrient Criteria,” Kellogg promised it would either reformulate or cease marketing to kids those foods that exceed set amounts of calories, saturated fat, sodium, sugar and trans fat per serving.\footnote{The limits are: no more than 200 calories, 2 grams of saturated fat, 230 milligrams of sodium, 12 grams of sugar, nor any trans fat per single serving. Kellogg Marketing Guidelines, supra note 434, at 6.} If Kellogg failed to bring roughly half of its products into compliance with its new parameters by the end of 2008, it would stop using licensed characters or branded toys to promote them on TV, print, radio and third-party Internet media.\footnote{Id. at 6–8.} It vowed not to market the offending foods to the under-twelve set via product placement, viral campaigns, celebrity spokespersons or on the front of the foods themselves.\footnote{Id. at 10.} It promised it would not market any products—no matter how healthy—in elementary and preschools and planned to implement content changes on all child-directed websites that include healthy lifestyle messages, limits on interactive games and length of sessions.\footnote{Id. at 13, 16–19.}

What, then, will become of Toucan Sam and his fame among children? At the time Kellogg issued its announcement, it directed 27% of its U.S. advertising at children under twelve years old.\footnote{Kellogg to Boost Nutrition, supra note 462.} Just as the new sugary “Froot Loops straws”\footnote{Kellogg’s Froot Loops Cereal Straws, http://www.frootloops.com/cerealstraws (last visited May 14, 2009).} were designed to adhere to the new nutritional guidelines by the smallest margin, Kellogg is likely to tweak its most popular children’s products to

\footnote{Toucan Golf, 337 F.3d at 627–28; Toucan Golf, 2001 U.S. Dist. LEXIS 14451, at *27.}


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\footnote{Id. at 6–8.}

\footnote{Id. at 10.}

\footnote{Id. at 13, 16–19.}

\footnote{Kellogg to Boost Nutrition, supra note 462.}

meet the new criteria, perhaps substituting a sugar replacement for the 12.5 grams of sugar that currently sweetens each cup of Froot Loops. If it does not bring the product into compliance, Kellogg may take advantage of the principle of aspirational marketing ad firms know all too well: "If a fifteen-year-old sibling has it, then the eight-year-old is sensitized to that brand now . . . . If you want to get your product in the hands of a six-year-old, get it in the hands of a nine-year-old." Marketing the brand explicitly to teenagers will not expunge it from the consciousness of tweens; the effect is quite the opposite. Targeting ads to the thirteen- to eighteen-year-old crowd, or even undergraduates, only makes it more appealing to Froot Loops’s primary audience, children age six to twelve years old. In fact, increasing the supposed target age of audiences for promotional efforts for Froot Loops, Apple Jacks, Pop Tarts and other non-complying products might bring those brands one step closer to surviving under a TDRA fame analysis.

C. Product Placement: "Rock My adidas—Never Rock Fila"

While Kellogg targets tweens with Toucan Sam and Goldfish cultivates brand awareness in elementary school children through its Fishful Thinking curriculum, sneaker brand Adidas has long appealed to teenagers and young adults by relying on celebrity endorsements and product placement, both through traditional media and online. The athletic apparel company spent about eighty million dollars on marketing in 2007, a good deal of which focused on the youth market. Its investment in young people has paid off: teens consistently rank Adidas as one of the trendiest brands, placing it among their most preferred footwear labels; they purchase Adidas more often than any other shoe brand but one. Adidas has aligned itself with musicians that appeal to young listeners, creating the “Respect Me” line in conjunction with hip-hop artist Mis-

470 THOMAS, supra note 109 at 134.
471 Beastie Boys, The Sounds of Science, on PAUL’S BOUTIQUE (Capitol Records 1989). Fittingly, the Adidas reference precedes one to Toucan Sam in the same song: “With my nose, I knows and with my scopes, I scope.” Id.
473 Cecily Hall, Coolness Factor: The Top 12 Footwear and Apparel Brands that Teens Consider to be the Trendiest, WOMEN’S WEAR DAILY, Jun. 7, 2007, at 17.
475 Id. at 94.
sy Elliott and sponsoring music events like Lollapalooza. It has endorsed Olympic competitors since before it was legal to do so, and sponsors a number of young, high-profile athletes like Kevin Garnett, Kobe Bryant, Anna Kournikova and David Beckham. More recently, Adidas has forged a strong presence on teen-dominated sites, including MySpace, YouTube and Facebook, disseminating videos, commercials, fashion shows and behind-the-scenes footage.

On the big screen, viewers might have spotted Adidas product placement in a slew of recent movies aimed at kids and teenagers, including the Hannah Montana movie, "Blades of Glory," Harry Potter and the Sorcerer's


479 For a full list of sponsored athletes, see http://www.adidas.com. See also SMIT, supra note 478, at xiii (describing how Adidas's three stripes always accompany soccer star David Beckham, from his footwear to the outfits of his teammates on both Real Madrid and Los Angeles Galaxy). Adidas even sued the NCAA in 1998, challenging its limits on the size and number of apparel company trademarks and logos that student-athletes may wear on their uniforms. NCAA Press Release, Adidas Lawsuit Resolved, http://www.ncaa.org/databases/adidas/index.htm (settlement clarified bylaw 12.5.4-(b) to “giv[e] Adidas some flexibility and certainty when designing distinctive team uniforms that are reflective of Adidas'[s] brand heritage”).


481 Hall, supra note 473, at 17.

482 Gino Cosme, Adidas Celebrates Originality on YouTube & Facebook, COSMEDIA, Feb. 7, 2008, http://www.cosmedia.co.za/adidas-celebrates-originality-on-youtube-facebook ("This is of course not the first time Adidas has played in the Web 2.0 landscape. Some examples include embarking on a Yahoo Avatar promotion in 2005 and opening a store on a private island in Second Life in 2006.").


484 HANNAH MONTANA/MILEY CYRUS: BEST OF BOTH WORLDS CONCERT TOUR (PACE 2008).

Thanks to its extensive marketing efforts and popularity among children and adults alike, Adidas has fared well in its attempt to protect its registered marks, including not only the trefoil and brand logo, but the Three-Stripe trade dress. In several cases, Adidas has brought claims against stores selling confusingly-similar knockoffs or dilutive striped sneakers. Most recently, Adidas sued discount footwear retailer Payless Shoesource under a federal dilution claim. When the case came to trial in 2007, the district of Oregon found itself exploring the murky territory between the FTDA and TDRA with Adidas’s Three-Stripe mark and Superstar trade dress. The court relied on a hybrid of the FTDA and TDRA, applying the new standard retroactively to Adidas’s claims for injunctive relief and the FTDA to its claims for monetary damages based on the timeline of Payless’s allegedly dilutive actions. Payless argued that Adidas could not prove dilution under either standard, because the fame of its Three-Stripe mark was insufficient.

The district court disagreed, finding that under either the FTDA or TDRA factors, the record supported a finding that the Three-Stripe mark was famous and had been since as early as 1970. It cited two prior cases from the same court that had reached the same conclusion in what it called “two separate, but factually identical cases,” although it bears mentioning that both of those cases...
“identical” analyses preceded the TDRA’s enactment. The court noted that Adidas’s failure to submit survey evidence of its marks’ fame was not dispositive, given Adidas’s extensive use of the Three Stripe mark and Superstar trade dress on its footwear since 1952 and 1969, respectively, its massive advertising expenditures and its extensive efforts promoting and developing brand identity, as well as its wide recognition within the athletic apparel industry.

The Three-Stripe Mark comprises three parallel, equidistant, double-serrated stripes of contrasting color that run diagonally from the mid-sole to the shoelaces on the side of the shoe. The principle features of the Superstar Trade Dress include the Three-Stripe Mark, a rubber "shell toe," a completely flat sole and "a colored portion on the outer back heel that identifies the shoes as Adidas'[s] brand." The trade dress warranted protection in part because Adidas had not merely manufactured and sold the shoes quietly, but had registered those elements of trade dress and consistently and actively promoted itself as "The Brand With Three Stripes." The company has many times partnered with professional athletic teams and events, enabling it to use the mark in connection with "the World Cup soccer tournament, the Boston Marathon, the New York Yankees, University of Notre Dame, the University of California at Los Angeles, the University of Nebraska, and the University of Tennessee." As the district court noted, "[A]didas'[s] annual sales of products bearing the

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496 Payless, 529 F. Supp. 2d at 1223.

497 Id.

498 Id. at 1244–45 (citing adidas-Salomon AG v. Target Corp., 228 F. Supp. 2d 1192, 1216 (D. Or. 2002)).

499 Id. at 1222.

500 Id. at 1223.

501 Id. at 1222–23.

502 Id. at 1223.
Three-Stripe mark totaled in the billions of dollars globally, and in the hundreds of millions of dollars within the United States” in the several years preceding the litigation.  

Adidas has also exerted a great deal of effort to promote the Superstar Trade Dress since the company introduced the style in 1969. The court acknowledged that “[t]he general public, professional and amateur athletes, hip-hop music artists, and the media commonly associate the Superstar Trade Dress with [A]didas.” Musicians including the Beastie Boys and Run-DMC helped popularize the Superstar; Run-DMC’s “My Adidas” shills the product like no song before or since, with about twenty mentions of the brand. The lyrics include verses like:

Now the adidas I possess for one man is rare / myself homeboy got fifty pair / got blue and black cause I likes to chill / and yellow and green when it’s time to get ill / ... they’re black and white, white with black stripe / the ones I like to wear when I rock the mic.

In the late 1980s, the shell toe “reemerged as a fashion shoe” and remains popular to this day. The “sales of Superstar shoes exceeded $711 million” between 1999 and 2006, “with more than 5 million pair sold in the United States in 2001.”

Like the Goldfish and Toucan Sam decisions, the Adidas case also addressed consumer sophistication and the degree of care exercised by the average purchaser. While it did not discuss the age of Adidas’s target audience, the district court noted that purchasers of “relatively inexpensive athletic and sportswear” are unlikely “to exercise a high degree of care in distinguishing between trademarks when purchasing the goods.” It held that “relatively unsophisticated, value-conscious consumers are more likely” to be both drawn to

503 Id.
504 Id.
505 The song led to an explosion in Adidas’s popularity among Run DMC fans; some pinpoint the event as marking the birth of hip-hop marketing and a turning point in the industry, especially in conjunction with Nike’s “Air Jordan” commercials directed by Spike Lee. See, e.g., *JUST FOR KICKS* (Caid Productions, Inc. 2003).
506 RUN-D.M.C., *My Adidas*, on *RAISING HELL* (Profile Records 1986); see also *Just for Kicks*, supra note 505.
507 *Payless*, 529 F. Supp. 2d at 1223.
508 Id.
509 Id. at 1241–42.
and confused by striped imitators, thus tipping the scales in favor of Adidas for that factor. Even Payless's counsel acknowledged that the store's typical consumers were "not particularly sophisticated."

Although the district court found the marks' fame obvious, it neglected to perform a true TDRA analysis, so its decision is not binding on future litigants. Nonetheless, Adidas is on the right track toward ensuring the TDRA protects not only its brand, but its trade dress and cherished stripes. As discussed above, the TDRA offers protection to only those marks "widely recognized by the general consuming public" as a designation of source, and that phrase has been interpreted to mean that a mark must be famous among nearly the entire population of the United States. To not only achieve that kind of notoriety, but maintain it, Adidas must continue to make use of endorsement, sponsorship, athletic corporation partners and social networking sites, in addition to traditional media like television and print ads. Under the TDRA, it can establish the registration and duration factors, but it needs to strive for even greater sales and recognition before it can rest assured of fame under the TDRA.

V. CONCLUSION

The TDRA provides several nonexclusive factors to evaluate whether a mark is widely recognized among the general consuming public. The first fame factor suggests courts consider the duration, extent and geographic reach of advertising and publicity by the mark's owner or third parties. With the advent of digital recording devices enabling viewers to skip television advertisements, firms have increasingly used product placement in television and movies. Many have experimented with less traditional formats, such as printing advertisements on eggshells, cross-promotions on potato chips and licensed characters'

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511 Id. at 1242.
512 Id. (citations omitted).
513 Id.
images on candy bars.\footnote{Steven Mallas, \textit{Printing on a Pringle}, \textit{The Motley Fool}, May 25, 2004, www.fool.com/investing/general/2004/05/25/printing-on-a-pringle.aspx (last visited May 1, 2009).} For example, Adidas relies heavily on celebrity endorsements, athletic event sponsorship and product placement to cultivate mind-share among young consumers. Recently it has capitalized on the brand’s appearances in film, cyberspace and hip-hop, both firm-orchestrated and organic, to increase its appeal to teenagers and young adults. In its quest to become a household name and expand its reach, Adidas has successfully recruited kid and teens as loyal fans, and in the process, it has apparently rendered its trade dress famous for dilution purposes.

The second factor points to the amount, volume and geographic extent of sales of the goods as playing a role in determining fame for the TDRA.\footnote{15 U.S.C. § 1125(c)(2).} Kellogg has leveraged spokescharacters like Toucan Sam and Tony the Tiger to position itself as the largest\footnote{Kellogg Co. v. Toucan Golf, Inc., 337 F.3d 616, 620 (6th Cir. 2003).} and most famous\footnote{See \textit{The 100 Top Brands}, supra note 21, at 59–60.} cereal maker in the world. Kellogg considers children aged six to fourteen its target audience for Froot Loops and tailors its ads to appeal to youngsters as its primary, influence and future markets despite resistance from parents over its products’ poor nutritional value. While its initial path to FTDA fame has been smooth, self-imposed industry regulations and the new “general consuming public” standard under the TDRA may threaten the fame that once seemed obvious.\footnote{Adidas Am., Inc. v. Payless Shoesource, Inc., 529 F. Supp. 2d 1215, 1244 (D. Or. 2007).} Because federal dilution doctrine rewards fame handsomely, Kellogg has even greater incentive to continue animarketing to grade school kids and to keep its mascots relevant, ubiquitous and, most importantly, widely recognized.

The third fame factor, the extent of actual recognition of the mark, comes closest to restating the new definition of fame itself. Many of the brands discussed above have begun marketing to kids during their school day by creating and disseminating branded curriculum. Pepperidge Farm’s “Fishful Thinking” campaign features activities that emphasize optimism, relying on the halo of so-called “educational” marketing to ensure that kids engage with, recognize, request and seek out Goldfish, and that parents endorse that choice. Since a large number of the brand’s fans are either young or influenced by young people, the campaign cleverly positions Goldfish to wield the TDRA against competitors while benefiting from its continued protection.
The heightened degree of fame the TDRA requires narrows the universe of marks it protects, leaving insufficiently famous marks with protection only under trademark infringement laws. Yet, for marks that qualify, the TDRA offers hefty rewards upon a showing that dilution is merely likely. As such, it provides strong incentives for wealthy companies to strive to make each mark "widely recognized by the general consuming public of the United States."\textsuperscript{522} While the dilution doctrine offers more potent protection, children have simultaneously become both more sophisticated and more sought-after as consumers. Many courts have already vindicated consultants' use of children as part or all of the relevant universe for survey purposes. Children's impressions and opinions about brands will only increase in importance as they continue to gain spending power and product savvy. These legal and social forces coalesce where the TDRA meets marketing to kids, making dilution law a driving force in the commercialization of childhood.

\textsuperscript{522} Id.