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9	UNITED STATES DISTRICT COURT
10	FOR THE EASTERN DISTRICT OF CALIFORNIA
11	NATIONAL ASSOCIATION OF
12	OPTOMETRISTS & OPTICIANS; LENSCRAFTERS, INC; and EYE NO. CIV. S-02-1464 LKK/DAD
13	CARE CENTERS OF AMERICA, INC.,
14	Plaintiffs,
15	V.
16	EDMUND G. BROWN, JR., in his official capacity as Attorney
17	General of the State of California; and CHARLENE ZETTEL, in her official <u>ORDER</u>
18	capacity as Director of the Department of Consumer Affairs,
19	Defendants.
20	/
21	The parties filed four motions to seal along with their
22	cross-motions for summary judgment, which are resolved in a
23	concurrently issued order. The court tentatively granted these
24	motions, but has not yet decided whether the documents at issue
25	should be permanently sealed. In the context of a dispositive
26	motion, "the district court must base its decision [to seal

1 materials] on a compelling reason and articulate the factual 2 basis for its ruling, without relying on hypothesis or 3 conjecture." Foltz v. State Farm Mut. Auto. Ins. Co., 331 F.3d 4 1122, 1135 (9th Cir. 2003).

5 On August 8, 2003, the court adopted a stipulated sealing 6 order in this case. Dkt. No. 117. This protective order defined 7 the following materials as "Confidential Information," and thus subject to requests to seal: "any Material that constitutes, 8 9 contains or reveals proprietary, secret, or sensitive personal, 10 financial, business, trade secret, technical, or commercial information which, if publicly disclosed, (a) would tend to 11 cause present or future competitive injury; (b) would constitute 12 13 an unwarranted invasion or violation of privacy interests; (c) would constitute a violation of an agreement between the 14 15 designating Person and a third party; (d) would otherwise not be 16 discoverable pursuant to applicable provisions of the Federal 17 Rules of Civil Procedure, and applicable case law thereunder; or 18 (e) information protected by the Information Practices Act 19 (California Civil Code section 1798 et seq.) and California Business and Professions Code section 800." Stipulation and 20 21 Protective Order Governing Confidentiality of Documents and 22 Information ("Protective Order"), Dkt. No. 117, at 1-2.

Plaintiffs' motions to seal only concern information regarding LensCrafters' revenues and financial data. Plaintiffs contend that the information is not known to LensCrafters' competitors or to the public and is, thus, confidential and

proprietary information subject to protection pursuant to the Protective Order. Defendants, however, only filed their documents under seal to comply with the Protective Order. They argue that, "There is no compelling reason that the documents remain under seal 'indefinitely.'" Nonetheless, defendants do not identify under what provisions they requested these documents be sealed.

8 The court is persuaded that compelling reasons support the 9 sealing of LensCrafters' revenue and financial data that are not 10 known to its competitors or to the public. This data constitutes 11 proprietary information. Nonetheless, the documents which the 12 parties request be sealed far exceed the mere recitation of 13 revenue and financial data. This is especially so in the 14 tentatively sealed briefs filed in this case.

15 In order to make public most of the information involved in 16 these dispositive motions, the court intends to order parties to 17 electronically file all tentatively sealed documents redacting 18 any references to or analysis of LensCrafters' revenue and 19 financial data from which the proprietary data could be 20 determined. All publically available data and most analysis 21 should remain. Only the numerical data and any analysis from 22 which a reader could deduce the numerical data shall be 23 redacted. Upon this court's receipt of these redacted filings, the court will decide whether the redaction exceeds the narrow 24 25 bounds of this request. The parties will be cautioned to 26 narrowly interpret the extent of their redactions as this court

intends to make public as much information as is appropriate
under the circumstances.

Parties are given fourteen (14) days from the issuance of this order to file objections to this proposed sealing order. If no objections are filed, the court will order parties to file their sealed filings in the manner described above. Parties may file responses to the other party's objections within seven (7) days of their receipt of the objections.

9 For the foregoing reasons, the court ORDERS that parties 10 may file objections to this court's proposed sealing order 11 within fourteen (14) days of the issuance of this order. Parties 12 may file responses to the other party's objections within seven 13 (7) days of their receipt of the objections.

IT IS SO ORDERED.

DATED: April 28, 2010.

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Κ. KARLT

SENIOR JUDGE UNITED STATES DISTRICT COURT