1 2 3 4 5 6 7 8 UNITED STATES DISTRICT COURT 9 EASTERN DISTRICT OF CALIFORNIA 10 11 12 MICHAEL VASILE, et al., No.: 2:12-cv-02912-KJM-CKD 13 Plaintiffs, 14 v. ORDER 15 FLAGSHIP FINANCIAL GROUP, LLC, et al., 16 Defendants. 17 18 19 This matter is before the court on the request to seal documents by defendant 20 Flagship Financial Group, LLC ("defendant" or "Flagship"). (Def.'s Notice of Req. Seal, ECF 21 69.) As explained below, the court DENIES defendant's request. 22 I. **BACKGROUND** 23 The claims in this case arise out of defendant's alleged wrongful termination of 24 plaintiffs for refusing to comply with defendant's allegedly unlawful requests. (ECF 61 at 2.) On 25 October 17, 2013, the court referred the case to the Voluntary Dispute Resolution Program (ECF 26 53), and on February 6, 2014, the parties filed a notice of settlement informing the court that the 27 case had settled (ECF 63). However, after a disagreement arose between the parties about the 28 1

payment date, plaintiffs filed a motion to enforce or rescind settlement on April 10, 2014. (ECF 66.) That motion was followed by plaintiffs' Motion for Attorney Fees (ECF 67) and defendant's Motion to Enforce Judgment (ECF 70). The hearing on the motions is set on May 23, 2014.

Defendant now requests the court to seal "the [entire] file in the above-captioned case," or, in the alternative, the following documents comprising more than 100 pages: (1) plaintiffs' Notice of Motion and Motion to Enforce Settlement along with the attached declaration (ECF 66); (2) plaintiffs' Notice of Motion and Motion for Attorney Fees and Costs, (ECF 67); (3) defendants' Memorandum in Opposition to Plaintiffs' Motion to Enforce Settlement (ECF 68); and (4) defendants' Notice of Motion and Counter Motion to Enforce Settlement (ECF 70). (ECF 69 at 1–2.) Defendant argues sealing is warranted because "throughout the documents, parties discuss, reference, and quote a confidential settlement agreement in this matter." (*Id.* at 2.)

Plaintiffs object to sealing the entire file because there are no grounds for the court to grant the request; the request does not comply with Local Rule 141; and the request is to seal documents that have already been filed. (ECF 72 at 1.) However, plaintiffs do not object to sealing the documents "comprising the current motions." (*Id.* at 2.)

## II. <u>STANDARD</u>

Local Rule 141(a) provides that "[d]ocuments may be sealed only by written order of the Court." The request to seal "shall set forth the statutory or other authority for sealing, the requested duration, the identity, by name or category, of persons to be permitted access to the documents, and all other relevant information." *Id.* 141(b). "[A] party may submit an opposition . . . within three days of the date of service . . . ." *Id.* 141(c). "The opposition shall not be filed . . . ." *Id.* 

It is an established principle that there is a strong presumption in favor of public access to court records. *See Phillips v. Gen. Motors Corp.*, 307 F.3d 1206, 1210 (9th Cir. 2002). However, "access to judicial records is not absolute." *Kamakana v. City & Cnty. of Honolulu*, 447 F.3d 1172, 1178 (9th Cir. 2006). Depending on the type of motion, the court applies different standards in resolving requests to seal. *Id.* at 1180. Here, the court need not identify the

2 Rules.

## III. ANALYSIS

As noted above, defendant's argument in favor of sealing is that the settlement agreement in question "was made confidential by the parties." Defendant reasons that because the parties intended "at the time of the agreement that the terms and content of the settlement agreement remain confidential," the court should give effect to their mutual intent as a basic goal of contract interpretation. Therefore, defendants ask to seal the entire file or at least the abovementioned documents indefinitely.

applicable standard, because defendant has not met threshold requirements set forth in the Local

The court declines to reach the merits of defendant's request because defendant has not complied with the Local Rules in seeking a sealing order. Neither have plaintiffs, in responding, for that matter. Defendant has not complied with the Local Rules because it has not "set forth the statutory" authority for sealing. L.R. 141(b). Defendant provides only one authority for the general proposition that "[t]he fundamental goal of contract interpretation is to give effect to the mutual intent of the parties as it existed at the time of contracting." (Def.'s Req. Seal (citing *Skilstaf, Inc. v. CVS Caremark Corp.*, 669 F.3d 1005, 1014-15 (9th Cir. 2012)).) The case defendant cites to support the sealing request does not concern a request to seal and is completely irrelevant to the court's inquiry whether sealing under the circumstances of this case is warranted. Accordingly, defendant has not met its burden in overcoming the strong presumption in favor of public access to court documents, much less the entire file.

Therefore, the court DENIES defendant's request to seal.

The parties are cautioned that future failures to abide by the court's local rules governing sealing may result in the issuance of an order to show cause why sanctions should not be imposed.

IT IS SO ORDERED.

DATED: May 14, 2014.

UNITED STATES DISTRICT JUDGE