1 2	PILLSBURY WINTHROP SHAW PITTMAN BRUCE A. ERICSON #76342 DAVID L. ANDERSON #149604 JACOB R. SORENSEN #209134	LLP		
3	MARC H. AXELBAUM #209855 BRIAN J. WONG #226940			
4	50 Fremont Street			
5	Post Office Box 7880 San Francisco, CA 94120-7880 Telephone: (415) 983-1000			
6	Facsimile: (415) 983-1200 Email: bruce.ericson@pillsburylaw.com			
7 8	SIDLEY AUSTIN LLP DAVID W. CARPENTER (admitted pro hac vi	ice)		
9	DAVID L. LAWSON (admitted <i>pro hac vice</i> )			
	BRADFORD A. BERENSON (admitted <i>pro hac vice</i> ) EDWARD R. McNICHOLAS (admitted <i>pro hac vice</i> )			
10 11	1501 K Street, N.W. Washington, D.C. 20005 Telephone: (202) 736-8010			
12	Facsimile: (202) 736-8711			
13	Attorneys for Defendants AT&T CORP. and AT&T INC.			
14	UNITED STATES DISTRICT COURT			
15	NORTHERN DISTRICT OF CALIFORNIA			
16	SAN FRANCISCO DIVISION			
17				
18	TASH HEPTING, GREGORY HICKS, CAROLYN JEWEL and ERIK KNUTZEN	No. C-06-0672-VRW		
19	on Behalf of Themselves and All Others Similarly Situated,	AT&T'S OPPOSITION TO MOTION FOR ORDER SHORTENING TIME		
20	Plaintiffs,	FOR HEARING ON MOTION OF LYCOS, INC. AND WIRED NEWS		
21	vs.	FOR ORDERS PERMITTING INTERVENTION AND UNSEALING		
22		DOCUMENTS		
23	AT&T CORP., AT&T INC. and DOES 1-20, inclusive,	[CIVIL L.R. 6-3(c), DKT. 140]		
24	Defendants.			
25				
26				
27				

28

## 1 I. INTRODUCTION.

2	Defendant AT&T CORP. ("AT&T") and specially appearing defendant AT&T
3	INC. (collectively, "Defendants") hereby oppose the motion of Lycos, Inc. and Wired
4	News (collectively, "Wired") for an order shortening time for hearing ("OST Motion,"
5	Dkt. 140) Wired's motion for orders permitting intervention and unsealing documents
6	("Motion to Unseal," Dkt. 139). There is no reason to hear the Motion to Unseal at all: the
7	Court has already decided the sealing issue. There is certainly no reason to grant Wired's
8	request to hear this motion earlier than contemplated by the Local Rules. Wired seeks to
9	have the Motion to Unseal heard on June 23, 2006, six days earlier than permitted by Civil
10	Local Rule 7-2(a). The Court should deny the OST Motion. If, however, the Court wishes
11	to consider the sealing issue again and wishes to hear it on June 23, the Court should take
12	the six days away from Wired and give it to AT&T, so that AT&T receives the full time to
13	which it is entitled under Civil Local Rule 7-3(a). To be sure, that will leave Wired with
14	three days to prepare its reply, but that is only fair: Wired's delay is not AT&T's fault.
15	Wired is a day late and a dollar short. It has been on this case, leaking AT&T
16	proprietary documents to the world, since early April. The sealing issue it belatedly seeks
17	to raise has dominated this litigation for almost two months and has been thoroughly
18	briefed—both by the parties and by others in the press. And the Court has already decided
19	the issue. Nonetheless, Wired waited almost a week after the Court ruled, and four days
20	after other members of the press filed their motions to unseal, before filing its Motion to
21	Unseal. Now Wired seeks to rush both the parties and the Court by having its Motion
22	briefed and heard on a schedule that would deprive AT&T of time to oppose the motion.
23	Wired also has not complied with Civil Local Rule 6-3, which requires that a
24	movant provide in a sworn declaration both the reasons for hearing its motion on shortened
25	time, and the substantial harm or prejudice that will result from hearing the motion on the
26	normal 35-day calendar. Wired has provided neither. Because Wired has not explained
27	why the expedited relief it seeks is merited, its OST Motion should be denied.

28

## II. BACKGROUND AND PROCEEDINGS TO DATE.

2	Plaintiffs filed this action on January 31, 2006. Dkt. 1. On April 5, 2006, plaintiffs	
3	filed under seal their amended motion for preliminary injunction. Dkt. 30 ("Preliminary	
4	Injunction Motion"). With it, plaintiffs filed, also under seal, the declaration of Mark Klein	
5	("Klein Declaration," Dkt. 31) and the declaration of plaintiffs' purported expert, J. Scott	
6	Marcus ("Marcus Declaration," Dkt. 32). Attached to the Klein Declaration were certain	
7	AT&T documents that contain proprietary and trade secret information (the "Klein	
8	Documents"). (Dkts. 30-32 and the Klein Documents are collectively referred to as the	
9	"Sealed Documents.") On April 7, Wired published a statement by Klein purportedly	
10	disclosing a number of matters set forth in the Sealed Documents. See Ericson Declaration	
11	(Dkt. 43) ¶ 25 & Ex. J.	
12	Over the next several weeks, the parties and amici filed no fewer than eight briefs	
13	debating whether the Sealed Documents should remain under seal. <sup>1</sup>	
14	On May 17, 2006, the Court held a lengthy hearing on the Sealed Documents.	
15	Immediately before the hearing, the San Francisco Chronicle, Los Angeles Times, the	
16	Associated Press, San Jose Mercury News, Bloomberg News and USA Today (collectively,	
17	the "Press") filed a motion more expansive than Wired's motion seeking to have all sealed	
18	records unsealed. Dkt. 129. Counsel for the Press appeared at the May 17 hearing and	
19	attempted to argue the sealing issues. Transcript of May 17, 2006 Hearing ("Tr.,"	
20	Dkt. 138), at 3. Counsel for Wired also appeared at the hearing. <i>Id</i> .	
21	At the hearing, and following extensive argument by all parties, the Court noted that	
22	"the best course of action is to preserve the status quo" and ordered that "plaintiffs,	
23	plaintiffs' counsel and their consultants not further disclose [the Klein] documents to	
24	On April 10, AT&T filed its motion to compel return of confidential documents. Dkt. 41.	
25	Plaintiffs filed their opposition on May 1. Dkt. 99. AT&T filed its reply on May 5. Dkt. 117. On April 12, AT&T filed its memorandum in support of filing documents under	
26	seal. Dkt. 51. Plaintiffs filed their opposition on April 17. Dkt. 61. AT&T filed its reply on April 21. Dkt. 71. In addition, the Center for Constitutional Rights and the American	
27	Civil Liberties Union filed a brief as <i>amici curiae</i> on April 24, 2006. Dkt. 77. AT&T filed its response to <i>amici</i> on April 28, 2006. Dkt. 84. The matters were argued May 17.	
20	The his response to time on right 20, 2000. Drt. 04. The matters were argued May 17.	

28

1

1	anyone or any entity without further order of the Court." Tr. 27-28. Following the hearing	
2	the Court ordered that "[a]ll papers heretofore filed or lodged under seal shall remain under	
3	seal pending further order of court. Counsel for plaintiffs and AT&T are directed to confe	
4	and to submit by May 25, 2006, jointly agreed-upon redacted versions of the preliminary	
5	injunction motion (Doc #30) and the Klein declaration (Doc #31)." Civil Minute Order	
6	dated May 17, 2006 (Dkt. 130). The Court declined to hear the Press or Wired at that time	
7	ruling that "[t]he court will entertain motions to intervene only on written application	
8	therefor with appropriate notice and service on all parties; if necessary, the court will	
9	consider applications to shorten time for any such motions to intervene." Dkt. 130, at 2	
10	(emphasis added).	
11	Two days later, on May 19, 2006, the Press filed a new motion seeking to (i) unseal	
12	all documents filed under seal in this case, and (ii) disclose the redacted contents of the	
13	government's filings, as well. Press Motion to Unseal, Dkt. 133. The Press timely filed it	
14	motion to be heard on June 23, the same day the Court set for hearing Defendants' and the	
15	government's motions to dismiss. Wired, on the other hand, filed its Motion to Unseal on	
16	May 23, almost a week after the Court decided the issues posed by Wired's motion, and	
17	four days after the Press filed their motion.	
18	Meanwhile, pursuant to the Court's Minute Order, Plaintiffs and AT&T met and	
19	conferred, reaching agreement on redacting the text of the Klein Declaration and the	
20	preliminary injunction memorandum. Accordingly, on May 25, plaintiffs filed lightly	
21	redacted versions of each (Dkt. 146-47), mooting in large part the relief Wired seeks.	
22	III. ARGUMENT.	
23	Wired says it filed its OST Motion pursuant to Civil Local Rule 7-11. OST Motion	
24	at 1. The relief it seeks – an order shortening time – is, however, governed by Civil Local	
25	Rule 6-3 ("Motion to Change Time"). Civil Local Rule 6-3(a) requires the moving party to	
26	"submit a declaration that," among other things:	
27	(1) Cate fouth with most colority the masses for the masses of	
28	(1) Sets forth with particularity, the reasons for the requested shortening of time; [and]	

1	(3) Identifies the substantial harm or prejudice that would occur if the	
2	Court did not change the time"	
3	Wired's declaration fails to do either. See Alger Declaration, Dkt. 140.	
4	A. Wired Has Not Explained With Particularity Why It Needs to Shorten Time.	
5	The parties, amici and the Press have already briefed ad nauseam the issues raised	
6	in the Motion to Unseal. The Court has heard extensive argument and given the issues	
7	careful consideration, and has appropriately ruled that sealing is needed to preserve	
8	AT&T's trade secrets and the security of its network. As the chief leaker of AT&T's trade	
9	secrets, Wired has obviously been keeping abreast of the litigation. Yet, it offers no good	
10	reason (as required by Local Rule 6-3(a)(1)) for why it is so late or why, if it is to be heard	
11	its delay should come out of AT&T's opposition time rather than Wired's reply time.	
12	The most Wired says (and this not in a declaration, but in its merits brief) is that the	
13	Motion to Unseal should be heard "prior to the hearing on June 23, 2006, so that the public	
14	is aware of the facts presented to the Court relating to the motions of the AT&T entities and	
15	the government." OST Motion at 3 (emphasis in original). That begs several questions.	
16	First, why is the public entitled to hear evidence before the Court hears the merits motions?	
17	Second, if this new and hitherto unknown "right" to preview evidence is so important, why	
18	did Wired wait so long to raise it?	
19	Wired cites no authority dictating that its motion be heard on shortened time. All it	
20	offers is the Seventh Circuit's observation in Grove Fresh Distribution, Inc. v. Everfresh	
21	Juice Co., 24 F.3d 893 (7th Cir. 1994), that "[t]o delay or postpone disclosure undermines	
22	the benefit of public scrutiny and may have the same result as complete suppression." OST	
23	Motion at 2 (citing <i>Grove Fresh</i> , 24 F.3d at 897). That has no relevance here. There has	
24	been no delay: the Court has already decided the issues raised in the Motion to Unseal.	
25	B. Wired Has Not Identified Any Substantial Harm or Prejudice.	
26	Wired also has not identified the "substantial harm or prejudice that would occur if	
27	the Court did not change the time" for hearing the Motion to Unseal. L.R. 6-3(a)(3).	
28	Again, the Alger Declaration is silent on this point, as is Wired's brief. Hearing the Motion	

1	to Unseal on the normal 35-day calendar will not prejudice Wired (or the public it purports			
2	to represent). These issues have been pending for months. The Court has already ruled on			
3	these issues. Because Wired has not articulated and cannot articulate any substantial harm			
4	or prejudice that will befall anyone if the	or prejudice that will befall anyone if the Court hears the Motion to Unseal pursuant to the		
5	normal schedule of Civ. L.R. 7-2(a), the OST Motion fails to satisfy Civ. L.R. 6-3(a)(3).			
6	IV. CONCLUSION.			
7	The Court should deny Wired's motion for an order shortening time, Dkt. 140.			
8	Alternatively, if the Court wishes to hear the Motion to Unseal on June 23, it should let			
9	AT&T oppose that motion on June 6 and require Wired to file its reply by June 9. Wired's			
10	delay should prejudice Wired, not AT&T.			
11	Dated: May 26, 2006.			
12		SIDLEY AUSTIN LLP		
13		DAVID W. CARPENTER BRADFORD A. BERENSON DAVID L. LAWSON		
14		DAVID L. LAWSON EDWARD R. McNICHOLAS		
15		1501 K Street, N.W. Washington, D.C. 20005		
16		PILLSBURY WINTHROP SHAW PITTMAN LLP BRUCE A. ERICSON		
17		DAVID L. ANDERSON JACOB R. SORENSEN		
18		MARC H. AXELBAUM BRIAN J. WONG		
19		50 Fremont Street		
20		Post Office Box 7880 San Francisco, CA 94120-7880		
21		Dr. /a/Dr. a A Erican		
22		By /s/ Bruce A. Ericson Bruce A. Ericson		
23		Attorneys for Defendants AT&T CORP. and AT&T INC.		
24				
25				
26				
27				
28				