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4	UNITED STATES DISTRICT COURT		
5	NORTHERN DISTRICT OF CALIFORNIA		
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7	ALVIN TODD, et al.,	Case No. <u>13-cv-04984-JST</u> (MEJ)	
8	Plaintiffs,	<b>ORDER RE: MOTION TO RETAIN</b>	
9	V.	CONFIDENTIALITY	
10	TEMPUR-SEALY INTERNATIONAL, INC., et al.,	Re: Dkt. No. 102	
11	Defendants.		
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13	INTRODUCTION		
14	Pending before the Court is Defendant Tempur-Sealy International, Inc.'s ("Defendant")		
15	Motion to Retain Confidentiality, in which Defendant moves to retain the confidentiality of certain		
16	documents produced in the course of litigation. Dkt. No. 102. Plaintiffs <sup>1</sup> oppose the motion. Dkt.		
17	No. 104. The Court has reviewed each of the disputed documents in camera. Having considered		
18	the parties' positions, relevant legal authority, and the record in this case, the Court issues the		
19	following order.		
20	BACKGROUND		
21	In this putative class action, Plaintiffs bring claims against Defendant arising out of its		
22	marketing and sale of mattresses, pillows, and other bedding products containing TEMPUR®		
23	material. Specifically, Plaintiffs allege that Defendant's representation of its Tempur products as		
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25	<sup>1</sup> On August 29, 2014, Plaintiffs filed a Second Amended Complaint which named 24 class representatives representing 11 states. Dkt. No. 63. Since that filing, several plaintiffs have been		
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27	voluntarily dismissed, and 18 plaintiffs representing 10 states remain. The remaining plaintiffs are Alvin Todd, Robbie Simmons, Tina White, Keith Hawkins, Thomas Comiskey, Patricia Kaufman,		
28	Johnny Martinez, Toni Kibbee, Alan Kaufman, Sara Stone, Jerry Kucharski, Julie Davidoff, Ericka Anderson, Kurt Anderson, Melody Todd, Diane Kuckarski, Tracey Palmer, and Brian Stone.		

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"formaldehyde free," "free of harmful (volatile organic compounds) VOCs," "allergen resistant," and "hypoallergenic" are false and misleading because "reliable testing of Tempur-pedic products reveals that formaldehyde and other potentially harmful VOCs, that can trigger allergy and asthma symptoms, are present in Tempur-pedic products and in the chemicals off-gassing from Tempurpedic products." Sec. Am. Compl. ¶ 11.

The Court entered a Stipulated Protective Order in this case on September 16, 2014. Dkt. 6 No. 68. The protective order allows the parties and non-parties to designate information or items for protection by marking them as "CONFIDENTIAL" or "HIGHLY CONFIDENTIAL -ATTORNEYS' EYES ONLY." Id. ¶¶ 2.2, 2.8. The protective order defines "CONFIDENTIAL" information or items as "information (regardless of how it is generated, stored or maintained) or 10 tangible things that qualify for protection under Federal Rule of Civil Procedure 26(c)" and highly confidential-attorneys' eyes only as information or items that are "extremely sensitive 'Confidential Information or Items.'" Id. ¶ 2.2, 2.8. The scope of the protection is broad including not only the protected material but also "(1) any information copied or extracted from Protected Material; (2) all copies, excerpts, summaries, or compilations of Protected Material; and (3) any testimony, conversations, or presentations by Parties or their Counsel that might reveal 16 Protected Material." Id. ¶ 3. According to the protective order, "the protections conferred . . . do not cover . . . (a) any information that is in the public domain at the time of disclosure to a Receiving Party or becomes part of the public domain after its disclosure to a Receiving Party as a result of publication not involving a violation of this Order ...; and (b) any information known to the Receiving Party prior to the disclosure  $\dots$  " Id. ¶ 3.

22 A party may challenge a confidentiality designation by providing written notice of each 23 challenged designation and describing the basis for each challenge. Id. ¶ 6.2. If the dispute regarding the designation cannot be resolved informally, the Designating Party must file a motion 24 25 to retain confidentiality. Id. ¶¶ 6.2-6.3.

On January 2, 2015, Defendant produced approximately 83,581 pages with every page 26 designated for protection under the protective order. Adams Decl. ¶ 44, Dkt. No. 104-2. After 27 28 receipt of this production, on January 14, 2015 Plaintiffs initiated a challenge to Defendant's

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1 designation of 213 documents totaling 4,583 pages. Id. ¶ 46. Counsel for the parties met in 2 person to attempt to resolve the dispute informally on January 28, 2015, but were unable to reach a 3 resolution. Cerrone Decl. ¶ 3, Dkt. No. 102-4.

### LEGAL STANDARD

"It is well-established that the fruits of pretrial discovery are, in the absence of a court order to the contrary, presumptively public." Phillips ex rel. Estates of Byrd v. Gen. Motors Corp., 307 F.3d 1206, 1210 (9th Cir. 2002). Under Federal Rule of Civil Procedure 26, "[t]he court may, for good cause, issue an order to protect a party or person from annoyance, embarrassment, oppression, or undue burden or expense." Fed. R. Civ. P. 26(c)(1). Information the court may protect includes "trade secret[s] or other confidential research, development, or commercial information." Fed. R. Civ. P. 26(c)(1)(G). "A party asserting good cause bears the burden, for each particular document it seeks to protect, of showing that specific prejudice or harm will result" if a protective order is lifted. Foltz v. State Farm Mut. Auto Ins. Co., 331 F.3d 1122, 1130 (9th Cir. 2003) (citations omitted).

When the confidentiality of information under a protective order is challenged, the court must conduct a two-step analysis. "First, it must determine whether particularized harm will result from disclosure of information to the public." In re Roman Catholic Archbishop of Portland in Ore., 661 F.3d 417, 424 (9th Cir. 2011) (quotation omitted). "Broad allegations of harm, unsubstantiated by specific examples or articulated reasoning, do not satisfy the Rule 26(c) test." Beckman Indus., Inc. v. Int'l Ins. Co., 966 F.2d 470, 476 (9th Cir. 1992) (citing Seattle Times Co. v. Rhinehart, 467 U.S. 20, 36 (1984)). Instead, the party seeking to maintain confidentiality must "allege specific prejudice or harm." Id. "Where a business is the party seeking protection, it will have to show that disclosure would cause significant harm to its competitive and financial position. That showing requires specific demonstrations of fact, supported where possible by affidavits and concrete examples, rather than broad, conclusory allegations of harm." Contratto v. Ethicon, Inc., 227 F.R.D. 304, 307 (N.D. Cal. 2005) (citation and internal quotations omitted).

"Second, if the court concludes that such harm will result from disclosure of the discovery 27 28 documents, then it must proceed to balance the public and private interests to decide whether

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maintaining a protective order is necessary." *In re Roman Catholic Archbishop*, 661 F.3d at 424. In doing this balancing, the court must consider the following list of non-exhaustive factors: "(1) whether disclosure will violate any privacy interests; (2) whether the information is being sought for a legitimate purpose or for an improper purpose; (3) whether disclosure of the information will cause a party embarrassment; (4) whether confidentiality is being sought over information important to public health and safety; (5) whether the sharing of information among litigants will promote fairness and efficiency; (6) whether a party benefitting from the order of confidentiality is a public entity or official; and (7) whether the case involves issues important to the public." *Id.* at 424 n.5 (quoting *Glenmede Trust Co. v. Thompson*, 56 F.3d 476, 483 (3d Cir. 1995))..

# DISCUSSION

## A. Whether Defendant Will Suffer Particularized Harm from Disclosure

### 1. <u>Research Documents</u>

The designated materials at issue include documents marked as "Gallup Study Reports," which contain research performed on behalf of Defendant by Multi-sponsor Surveys, Inc. *See* Appendix of Challenged Designations ("Appendix") Docs. 1-8, Dkt. No. 102-1. These research reports are related to information about prospective mattress buyers, current mattress owners, and the consumer mattress market. Defendant submitted the Declaration of Kelly Faerber, Defendant's Director of Internal Audit, attesting to the commercially sensitive nature of the facts and data in the designated documents. Faerber Decl. ¶¶ 2-6, 9-10, Dkt. No. 103-1. Faerber explains that the designated materials are for the guidance of company executives only and have not been made available to the public. *Id.* ¶¶ 9-10. Faerber further explains that Defendant has taken measures to prevent the public disclosure of these reports. *Id.* ¶¶ 2-6, 9-10.

Defendant argues that the information contained in the reports is highly sensitive as it is part of its business strategy and marketing information, which if revealed to a competitor, would put Defendant at a competitive disadvantage. Mot. at 3. Defendant maintains that disclosure would create a substantial risk of serious harm, such as by providing competitors with access to Defendant's confidential research and a means to target their competing marketing strategies based on any weaknesses or strengths revealed by the reports. *Id*.

United States District Court Northern District of California Plaintiffs concede that the Gallup Study Reports could be considered confidential under Rule 26(c)(1)(G). Opp'n at 11-12. However, they argue that there are significant differences among the dates and content of some of these documents, and "certainly every page is not possibly worthy of protection from disclosure." *Id.* at 12.

Having reviewed the reports in camera, the Court finds that they are related to Defendant's confidential business strategy and marketing information. The Court notes that most of the documents themselves are marked: "This report, the literary property therein and the common law copyright thereto, are the exclusive property of Multi-sponsor Surveys, Inc. This report is a privileged, confidential communication. The material herein is available to and is for the guidance of your executives only and is not to be copied, quoted from, published or divulged to others." *See* Appendix Docs. 1, 3, and 5-8. Defendant has also shown the harm that could result from disclosure, including the potential for competitors with access to the reports to target their competing marketing strategies based on any weaknesses or strengths revealed therein. Defendant specifically argues that "[d]eveloping a protocol for a market survey is no small task, and to develop such a protocol costs money. Possession of market research can give a market participant an advantage over competitors, but only if they can possess the information exclusively." Reply at 7, Dkt. No. 105. The Court agrees that the value of Defendant's market research—including both the protocol and the results—could be significantly diminished if it was freely disclosed to the public.

Thus, based on the information before it, the Court finds that Defendant has shown a particularized harm that can result from disclosure of the challenged materials to the public namely, that competitors would be able to see Defendant's strengths and weaknesses, and use its business strategies to their own benefit or to Defendant's detriment. *See Muench Photography, Inc. v. Pearson Educ., Inc.*, 2013 WL 4475900, at \*4 (N.D. Cal. Aug. 15, 2013) (permitting a party to retain confidentiality where the information at issue could reveal product development efforts and business strategies to competitors, who could then use those strategies themselves).

The designated materials also include a document identified by Defendant as "Internal
Market Research." Appendix Doc. 9. This document is entitled "2010 Tempur-Pedic Product

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Descriptions" and contains general descriptions of Defendant's products. Plaintiffs argue that the 2 information in this document was already provided to the public. Opp'n at 11 (citing Adams Decl. 3 ¶ 65). They also argue that it fails to contain information that qualifies for protection under Rule 26(c). Id. Having reviewed the document in camera, the Court agrees with Plaintiffs and finds 4 5 that the Internal Market Research document does not contain trade secret or confidential information; rather, it contains general descriptions of Defendant's products. Defendant maintains 6 7 that it "is obvious from the content that the document was intended for internal use only, as each 8 description begins with a short statement of whether a particular model is 'entry-level priced,' 9 'mid-priced,' 'higher-priced,' etc." Reply at 8. However, Defendant's pricing is available to the general public, and the document contains no confidential information regarding how Defendant 10 determines these prices. Further, Defendant concedes that the final public versions of documents 12 describing the products have been produced without restriction. Id. In short, Defendant has failed 13 to show that specific harm would result from de-designating a document that contains information 14 already available to the public. Thus, the Court finds that Defendant has not met its burden to show that the Internal Market Research document should be designated confidential. Defendant's Motion is therefore DENIED as to Appendix Doc. 9. 16

#### 2. **Product Training Guides**

18 Plaintiffs also challenge the designation of 50 of Defendant's "Product Training Guides," 19 which were attached to several internal employee emails. Appendix Docs. 10, 12, 14-16, 104-10, 20119, 121-22, 131-47, 151-57, 160, 163, 174, 177, 186, 190, 201-02, 204, 207, and 211. According to Faerber, the Product Training Guides are internal documents distributed to employees and 21 22 authorized distributors. Faerber Decl. ¶ 11. She explains that they are not meant for public 23 dissemination and marked "Employee Use Only." Id. Faerber further explains that Defendant has 24 spent significant resources developing the brand, marketing, artwork and employee training 25 information contained in the guides, and they are provided to third-party retailers on the condition that the retailers agree to hold them in confidence. Id. Defendant argues that public disclosure of 26 these documents would cause harm to it in that competitors could "free-ride on Defendant's 27 28 investment of resources in developing the product training guides," thus giving Defendant's

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competitors an unfair strategic advantage. Mot. at 3.

Plaintiffs argue that the Product Training Guides consist of information about Defendant and its products, not trade secrets or other confidential research, development, or commercial information, which is required for protection. Opp'n at 6. They maintain that the "fact that Defendants may have spent significant resources developing the guides does not change the subject matter contained in the guides, which subject matter and contents is not worth of protection from disclosure." *Id.* 

The Court agrees with Plaintiffs. First, the Court notes that Defendant has already produced at least one version of the Product Training Guide without designating it as confidential. Specifically, on October 9, 2014, Defendant produced 6,543 pages of documents, which included documents bates-numbered TCL 1-6508. Adams Decl. ¶ 30. Included in the October 9 production was Defendant's Summer 2009 Product Training Guide, marked at TCL 5821-5839, which was not designated as confidential. *Id.*, Ex. C. This document is very similar to the challenged Product Training Guide documents marked as TPTG 33-51, TWC 3105-3123, and TWC 3722-3757. *See* Appendix, Docs. 105, 155, and 160.

16 Second, Plaintiffs state that they had in their possession both the Winter 2010 Product Training Guide and October 2012 Product Training Guide prior to their production by Defendant. 17 18 Adams Decl. ¶ 9-10, 15-16, Exs. A-B. They state that these documents have been in the public 19 domain for at least six months. Id. ¶ 9, 15. According to the protective order, "the protections conferred . . . do not cover . . . (a) any information that is in the public domain at the time of 20disclosure to a Receiving Party or becomes part of the public domain after its disclosure to a 21 22 Receiving Party as a result of publication not involving a violation of this Order" or (b) was 23 "known to the Receiving Party prior to the disclosure." Protective Order ¶ 3. Further, Rule 26 does not govern their use since Plaintiffs obtained these documents outside of discovery in this 24 25 litigation. Kirshner v. Uniden Corp. of Am., 842 F.2d 1074, 1079-81 (9th Cir. 1988). Moreover, ten of the challenged product training guides are identical and/or similar to the Winter 2010 26 Product Training and October 2012 Product Training Guide. See Appendix, Docs. 10, 110, 136, 27 28 147, 151-153, 156, 186, and 188.

1	Defendant has not provided any authority for designating information as confidential when	
2	it is available in the public domain. Defendant cites DVD Copy Control Ass 'n Inc. v. Bunner, 116	
3	Cal. App. 4th 241, 251 (2004), which holds that, with respect to trade secrets, "[p]ublication on	
4	the Internet does not necessarily destroy the secret if the publication is sufficiently obscure or	
5	transient or otherwise limited so that it does not become generally known to the relevant people,	
6	i.e., potential competitors or other persons to whom the information would have some economic	
7	value." Defendant states that it has "actively policed the internet for publication of its confidential	
8	information, and when product training guides have been posted wrongfully Defendant has made	
9	reasonable efforts to take them down." Hajjar Decl. ¶¶ 1-5, Dkt. No. 102-2. However, as of the	
10	date of this Order, the brochure remains available on websites that sell Defendant's and	
11	competitors' products to the general public. See, e.g.,	
12	http://www.sdmattress.com/media/wysiwyg/TempurPedic_Brochure.pdf (Winter 2010 Product	
13	Training Guide); <u>http://cantoni.com/images/tempur-pedic.pdf</u> (October 2012 Product Training	
14	Guide). Publication of this information has not been transient or otherwise limited; instead,	
15	Defendant provides these documents to retailers, who then post them online for customers' and the	
16	general public's use. Accordingly, because the information in the Product Training Guides is	
17	already available to the public and competitors, Defendant has failed to show that any	
18	particularized harm will result from disclosure of the information. The Court therefore DENIES	
19	Defendant's motion as to the Product Training Guides (Appendix Docs. 10, 12, 14-16, 104-10,	
20	119, 121-22, 131-47, 151-57, 160, 163, 174, 177, 186, 190, 201-02, 204, 207, and 211).	
21	3. <u>Internal Emails</u>	
22	Finally, Plaintiffs challenge Defendant's designation of (1) internal employee emails and	
23	(2) attachments to internal employee emails.	
24	a. Internal Employee Emails	
25	The following documents in the Appendix are marked as "Confidential Internal Employee	
26	Email": 19, <sup>2</sup> 23-25, 27, 29-37, 41-44, 48-50, 59-68, 70-82, 86, 88-90, 92-95, 102-03, 111, 113,	
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28	<sup>2</sup> Mistakenly identified in the Appendix as an attachment, Document 19 is an internal email relating to marketing materials.	

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115, 161, 168, and 170.

In its Motion, Defendant maintains that these documents fall within the protection for "confidential research, development, or commercial information" covered by the protective order. Mot. at 5. Because Defendant sells products that come in close physical contact with consumers, testing is an essential element of the business. *Id.* Defendant argues that information regarding its research, testing, product development, market studies, and business strategy would be highly valuable to Defendant's competitors, who would be able to use that information to advance their own research, testing, product development, market studies, and business strategy. *Id.* Defendant further argues that access to such documents would permit competitors to identify the strengths and weaknesses in Defendant's products, giving them an unfair advantage in marketing and the ability gain insight into Defendant's confidential business strategies. *Id.* 

Defendant notes that many of the challenged emails relate to discussions regarding Defendant's marketing strategies, including their marketing plans, product descriptions, and advertisements. It contends that marketing strategies "are among the most closely guarded secrets in any competitive industry, and the market for mattresses and pillows is no exception." *Id.* at 6. Defendant argues that disclosure of these documents would reveal the marketing strategies that it determined to be effective, and would give competitors an unfair advantage in forming their own strategies. *Id.* 

In response, Plaintiffs argue that "[j]ust because an email may be tangentially connected to
research, testing and/or any of these other categories, in and of itself, would not qualify these
documents as Confidential." Opp'n at 8. Plaintiffs contend that Defendant makes only
generalizations about the harm that would result from disclosure, yet Plaintiffs are unable "to
identify any challenged email that not only contains confidential material, but for which disclosure
would result in prejudice or harm to the Defendants." *Id.* at 9.

Having reviewed the documents in camera, the Court finds that Defendant has failed to meet its burden of showing the specific prejudice of harm that will result from disclosure of each email. As a preliminary matter, many of the emails contain no text at all, and the subject lines contain generalized terms such as "Direct Response Weekly Mattress Returns," "Odor Returns

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and Exchanges by Month 2009," and "Accepted: Tempur Allergen Results," with nothing more. *See* Appendix Docs. 23-25, 29, 31, 33-35, 42, 44, 49-50, 60-61, 63, 65, 67-68, 71, 74, 76-77, 79-82, 90, and 93. Defendant admits: "The fact that Defendants track information regarding returns is not secret." Reply at 3. However, because these pages include the names of the senders and recipients, Defendant argues that "[d]isclosure of this information could lead to harassment of Defendants' employees. Or, if third parties contact those employees for information regarding returns, Defendants' ability to direct its public communications through the proper channels will be compromised." *Id.* Defendant makes this blanket argument with no legal support and without specific demonstrations of fact or concrete examples. Further, even if the emails contain any information identifying specific customers, Defendant may redact it.

As to the remaining emails, they contain only generalized entries such as "Odor Log – Daily Summary" or brief communications among employees and/or customers. *See* Appendix Docs. 27, 30, 32, 36-37, 41, 43, 48, 59, 62, 64, 66, 70, 72-73, 75, 78, 86, 88-89, 92, 94-95, 102-03, 111, 113, 115, 161, 168, and 170. Nowhere does Defendant identify any specific secret or otherwise show the specific harm that will result from disclosure of any of the documents. *See Contratto*, 227 F.R.D. at 309; *Foltz*, 331 F.3d at 1130. Defendant's broad allegations of harm with respect to either the documents as a whole, or categories of documents, do not satisfy the standard set forth in *Foltz*. *See Foltz*, 331 F.3d at 1130; *Beckman*, 966 F.2d at 476. Again, if any of the emails contain information identifying specific customers, Defendant may redact it. Accordingly, Defendant's Motion is also DENIED as to Appendix Docs. 19, 23-25, 27, 29-37, 41-44, 48-50, 59-68, 70-82, 86, 88-90, 92-95, 102-03, 111, 113, 115, 161, 168, and 170.

b. Attachments

The following documents in the Appendix are marked as "Attachment to Confidential
Email": 11, 13, 17-18, 20-22, 39-40, 45, 69, 83-85, 87, 91, 96-101, 112, 114, 116-18, 120, 123-30,
148-50, 158-59, 162, 164-67, 169, 171-73, 175-76, 178-85, 187-89, 191-200, 203, 205-06, 208-10,
and 212-13. In its Reply, Defendant identifies six documents that it mistakenly designated as
confidential: Docs. 40, 45, 69, 100-01, and 165. Reply at 4 n.3. Accordingly, Defendant's Motion
is DENIED as to these documents.

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As to the remaining documents, Defendant notes that public versions of many of the attachments at issue have been previously produced independently of the emails, without restriction, but maintains that nonpublic drafts of these documents were properly designated as confidential. Mot. at 4-5. Defendant argues that publication of unfinished drafts could lead to consumer confusion. Reply at 5. Defendant further argues that if competitors are given the opportunity to analyze early drafts of marketing materials in comparison with published versions, they could identify language that Defendant has determined to be more or less effective, and could adjust their own marketing materials accordingly. *Id*.

9 Upon review of these documents, the Court finds that Defendant has not met its burden to 10 show particularized harm that may result from their disclosure. The documents are largely draft versions of Product Training Guides and other materials that contain the same or similar 11 12 information that has been made available for public viewing. As noted above, Defendant's broad 13 allegations of harm with respect to either the documents as a whole, or categories of documents, 14 do not satisfy its burden to show that disclosure should be prevented. "[C]ourts have consistently 15 granted protective orders that prevent disclosure of many types of information, such as letters protected under attorney-client privilege which revealed the weaknesses in a party's position," 16 "medical and psychiatric records," "federal and grand jury secrecy provisions," and "confidential 17 18 settlement agreements." Phillips, 307 F.3d at 1212 (citations omitted). By contrast, courts have 19 held that documents similar to those sought to be protected in this case were not subject to 20protection under Rule 26(c). See, e.g., Contratto, 227 F.R.D. at 310 (holding that defendant had 21 not established that internal memoranda regarding its product, including statistical information and 22 assessments of the consequences of the problems complainants had faced, was not protectable); 23 Verizon Cal., Inc. v. Ronald A. Katz Tech. Licensing, 214 F.R.D. 583, 586 (C.D. Cal. 2003) 24 (holding that defendants had not established that three memoranda from counsel to the company 25 and a letter regarding an investigation of certain patents were protectable under Rule 26(c)); Grundberg v. Upjohn Co., 137 F.R.D. 372, 395-96 (D. Utah 1991) (holding that defendant drug 26 27 company failed to establish good cause for maintaining confidential designation of drug 28 experience reports, internal memoranda regarding adverse reactions, a letter from a third party,

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and other documents related to the drug Halcion).

Defendant's general allegations of harm do not meet the Rule 26(c) standard, and as a result, Defendant has not established good cause to uphold the confidential designation of the documents. See Foltz, 331 F.3d at 1130; see also Medtronic Vascular, Inc. v. Abbott Cardiovascular Sys., Inc., 2007 WL 4169628, at \*2 (N.D. Cal. Nov. 20, 2007) ("Plaintiff's general assertion that disclosure of business communications would chill business relations is not a sufficient allegation of specific harm. This general blanket argument would apply to all nonpublic communications. Plaintiff has not demonstrated any specific harm will ensue from disclosure of the documents at issue.").

Accordingly, Defendant's Motion is DENIED as to Appendix Docs. 11, 13, 17-18, 21-22, 39, 83-85, 87, 91, 96-99, 112, 114, 116-18, 120, 123-30, 148-50, 158-59, 162, 164, 166-67, 169, 171-73, 175-76, 178-85, 187-89, 191-200, 203, 205-06, 208-10, and 212-13.

#### 4. Summary

14 Based on the analysis above, the Court finds that Defendant has failed to meet its burden as 15 to the following documents: (1) Internal Market Research document (Appendix Doc. 9); (2) 16 Product Training Guides (Docs. 10, 12, 14-16, 104-10, 119, 121-22, 131-47, 151-57, 160, 163, 174, 177, 186, 190, 201-02, 204, 207, and 211); and (3) Internal Emails/Attachments (Docs. 11, 17 18 13, 17-19, 21-25, 27, 29-37, 39-45, 48-50, 59-103, 111-18, 120, 123-30, 148-50, 158-59, 161-62, 164-67, 168-73, 175-76, 178-85, 187-89, 191-200, 203, 205-06, 208-10, and 212-13). 20Accordingly, Defendant's Motion is DENIED as to those documents, although Defendant may redact any information about specific customers.

However, Defendant has met its burden as to the Gallup Study Reports (Docs. 1-8). 22 23 Accordingly, the Court next considers whether the public interest in disclosure is outweighed by Defendant's private interest in confidentiality. 24

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### **B**. Public Interest In Disclosure vs. Defendant's Confidentiality Interest

As the Ninth Circuit has instructed, the Court must look to the seven factors listed in 26 27 *Glenmede Trust* to balance the public and private interests in deciding whether maintaining a 28 protective order is necessary. In re Roman Catholic Archbishop, 661 F.3d at 424. Having already Northern District of California

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discussed the first factor (privacy) above, the Court will address the other relevant Glenmede Trust 2 factors.

Factor 2 requires consideration of "whether the information is being sought for a legitimate purpose or for an improper purpose." While Plaintiffs' brief argues extensively about whether Defendant has good cause to maintain confidentiality, nowhere have they identified a legitimate purpose for disclosing the challenged materials other than the public's right to know. The Ninth Circuit has said that "a litigant is not entitled to the court's protection" from "additional liability and litigation" due to the disclosure of confidential information. Foltz, 331 F.3d at 1137. But Defendant has met its burden to show that the reports should remain confidential at this time. The Court is unaware of any legitimate purpose for disclosing to the public the "confidential research, development, [and] commercial information" of a company before that information becomes material to the case. See Fed. R. Civ. P. 26(c)(1)(G). The relevant question under this factor is whether there is a legitimate purpose for disclosing the information now. Plaintiffs did not answer that question. Until the challenged materials are proffered on an issue relevant to Defendant's liability or some other relevant issue in this litigation, Plaintiffs' desire for disclosure is, at best, premature.

Factors 4 and 7 require consideration of whether confidentiality is being sought over 17 18 information important to public health and safety, and whether the case involves issues important 19 to the public, respectively. As noted above, this case involves allegations that Defendant's representation of its Tempur products as "formaldehyde free," "free of harmful (volatile organic 20compounds) VOCs," "allergen resistant," and "hypoallergenic" are false and misleading. Sec. 21 22 Am. Compl. ¶ 11. Although these allegations involve matters related to public health and safety, 23 the reports do not address any such issues. Plaintiffs have not even alleged that the challenged 24 reports are material to their case. If there was a relevant public interest in the challenged 25 materials, "the mere allegation of misconduct in the discovery documents . . . without more, does not create a public interest sufficiently large enough to outweigh [] private interests in 26 confidentiality." Id. at 427 (noting that there has been "no judicial determination" regarding the 27 28 challenged materials).

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The Court also finds that Factor 5—whether the sharing of information among litigants will promote fairness and efficiency—does not weigh in favor of disclosure since Plaintiffs already have access to the information.

Having weighed the relevant *Glenmede Trust* factors, the Court finds that the public interest in disclosure does not outweigh Defendant's private interest in maintaining the confidentiality of the challenged reports. Accordingly, Defendant's Motion is GRANTED as to Appendix Docs. 1-8.

## CONCLUSION

Based on the analysis above, the Court finds that Defendant has shown good cause for maintaining the confidentiality of the Gallup Study Reports, as particularized harm may result from disclosure of information to the public, and the public interest in disclosure of the challenged materials does not overcome Defendant's private interest in maintaining their confidentiality. Accordingly, the Motion to Retain Confidentiality is **GRANTED** as to Appendix Docs. 1-8.

However, Defendant has failed to meet its burden as to the remaining documents.

15 Accordingly, Defendant's Motion is **DENIED** as to: (1) the Internal Market Research document

16 (Appendix Doc. 9); (2) Product Training Guides (Docs. 10, 12, 14-16, 104-10, 119, 121-22, 131-

47, 151-57, 160, 163, 174, 177, 186, 190, 201-02, 204, 207, and 211); and (3) Internal

Emails/Attachments (Docs. 11, 13, 17-25, 27, 29-37, 39-45, 48-50, 59-103, 111-18, 120, 123-30,

148-50, 158-59, 161-62, 164-67, 168-73, 175-76, 178-85, 187-89, 191-200, 203, 205-06, 208-10,

and 212-13). Defendant may redact any information about specific customers.

## IT IS SO ORDERED.

23 Dated: March 6, 2015

MARIA-ELENA JAMES

MARIA-ELENA JAMES United States Magistrate Judge