NORTHERN DISTRICT OF CALIFORNIA SAN JOSE DIVISION AQUALEGACY DEVELOPMENT LLC, Plaintiff, v.

2012 CANROW OWNER, LLC, Defendant.

Case No. 16-cv-05953-BLF

ORDER GRANTING APPELLANT'S NISTRATIVE MOTION TO FILE MEDICAL RECORDS UNDER SEAL

[Re: ECF 13]

Before the Court is Appellant AquaLegacy Development LLC ("AquaLegacy")'s motion to file under seal, confidential and private medical records as a part of the record in this bankruptcy appeal. Mot., ECF 13. For the reasons discussed below, the Court GRANTS AquaLegacy's motion.

UNITED STATES DISTRICT COURT

"Historically, courts have recognized a 'general right to inspect and copy public records and documents, including judicial records and documents." Kamakana v. City & Cty. of Honolulu, 447 F.3d 1172, 1178 (9th Cir. 2006) (quoting Nixon v. Warner Commc'ns, Inc., 435 20 U.S. 589, 597 & n. 7 (1978)). Accordingly, when considering a sealing request, "a 'strong presumption in favor of access' is the starting point." Id. (quoting Foltz v. State Farm Mut. Auto. Ins. Co., 331 F.3d 1122, 1135 (9th Cir. 2003)). Parties seeking to seal judicial records relating to motions that are "more than tangentially related to the underlying cause of action" bear the burden of overcoming the presumption with "compelling reasons" that outweigh the general history of 24 access and the public policies favoring disclosure. Ctr. for Auto Safety v. Chrysler Grp., 809 F.3d 1092, 1099 (9th Cir. 2016); Kamakana, 447 F.3d at 1178-79.

27 However, "while protecting the public's interest in access to the courts, we must remain 28 mindful of the parties' right to access those same courts upon terms which will not unduly harm

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1 their competitive interest." Apple Inc. v. Samsung Elecs. Co., Ltd., 727 F.3d 1214, 1228-29 (Fed. 2 Cir. 2013). Records attached to motions that are "not related, or only tangentially related, to the 3 merits of a case" therefore are not subject to the strong presumption of access. Ctr. for Auto Safety, 809 F.3d at 1099; see also Kamakana, 447 F.3d at 1179 ("[T]he public has less of a need 4 for access to court records attached only to non-dispositive motions because those documents are 5 often unrelated, or only tangentially related, to the underlying cause of action."). Parties moving 6 7 to seal the documents attached to such motions must meet the lower "good cause" standard of 8 Rule 26(c). Kamakana, 447 F.3d at 1179 (internal quotations and citations omitted). This standard requires a "particularized showing," id., that "specific prejudice or harm will result" if the 9 information is disclosed. Phillips ex rel. Estates of Byrd v. Gen. Motors Corp., 307 F.3d 1206, 10 1210-11 (9th Cir. 2002); see Fed. R. Civ. P. 26(c). "Broad allegations of harm, unsubstantiated 11 by specific examples of articulated reasoning" will not suffice. Beckman Indus., Inc. v. Int'l Ins. 12 13 Co., 966 F.2d 470, 476 (9th Cir. 1992). A protective order sealing the documents during 14 discovery may reflect the court's previous determination that good cause exists to keep the 15 documents sealed, see Kamakana, 447 F.3d at 1179-80, but a blanket protective order that allows the parties to designate confidential documents does not provide sufficient judicial scrutiny to 16 determine whether each particular document should remain sealed. See Civ. L.R. 79-5(d)(1)(A) 17 18 ("Reference to a stipulation or protective order that allows a party to designate certain documents 19 as confidential is not sufficient to establish that a document, or portions thereof, are sealable."). 20

In addition to making particularized showings of good cause, parties moving to seal documents must comply with the procedures established by Civ. L.R. 79-5. Pursuant to Civ. L.R. 21 22 79-5(b), a sealing order is appropriate only upon a request that establishes the document is 23 "sealable," or "privileged or protectable as a trade secret or otherwise entitled to protection under the law." "The request must be narrowly tailored to seek sealing only of sealable material, and 24 must conform with Civil L.R. 79-5(d)." Civ. L.R. 79-5(b). In part, Civ. L.R. 79-5(d) requires the 25 submitting party to attach a "proposed order that is narrowly tailored to seal only the sealable 26 material" which "lists in table format each document or portion thereof that is sought to be 27 28 sealed," Civ. L.R. 79-5(d)(1)(b), and an "unredacted version of the document" that indicates "by

highlighting or other clear method, the portions of the document that have been omitted from the redacted version." Civ. L.R. 79-5(d)(1)(d). "Within 4 days of the filing of the Administrative Motion to File Under Seal, the Designating Party must file a declaration as required by subsection 79-5(d)(1)(A) establishing that all of the designated material is sealable." Civ. L.R. 79-5(e)(1).

The standard under which this sealing motion is resolved is irrelevant, as "[c]ourts in this district, and across the country, have recognized that the need to protect an individual's medical privacy qualifies as a 'compelling reason' to seal those records[.]" *See Allphin v. Peter K. Fitness, LLC*, No. 13-cv-1338, 2015 U.S. Dist. LEXIS 6772, at *3 (N.D. Cal. Jan 16, 2015) (citing cases).

Here, Appellant seeks to seal only that portion of the bankruptcy record that contain
medical records reflecting the health conditions of Appellant's main principal, Michael Brown,
and designated representative, Phil Taylor. Mot. 1. The Court finds AquaLegacy's request
narrowly tailored, consistent with Civil Local Rule 79-5(d)(1)(B). As such, the Court GRANTS
AquaLegacy's motion.

IT IS SO ORDERED.

Dated: January 4, 2017

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BETH LABSON FREEMAL United States District Judge