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# UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA SAN JOSE DIVISION

EBAY INC,

Plaintiff,

v.

SONJA BOCH, et al.,

Defendants.

Case No. 19-cv-04422-BLF

ORDER GRANTING DEFENDANTS' MINISTRATIVE MOTION TO SEAL PORTIONS OF ARBITRATION

[Re: ECF No. 28]

Before the Court is Defendants Sonja Boch, Amanda Sullivan Hedger, and Ernest Arambula's Administrative Motion to File Under Seal Portions of Arbitration Award. See Motion, ECF No. 28. Defendants seek to file under seal an unredacted version of the arbitration award in American Arbitration Association Arbitration Case No. 01-19-0002-6123 ("Arbitration Award") in support of their Motion to Confirm Arbitration Award. See ECF No. 27.

On October 17, 2018, eBay filed a complaint in California state court against Amazon.com ("Amazon"), asserting various claims based on eBay's User Agreement. Amazon moved to compel arbitration based on the Agreement's mandatory arbitration provision, and the California state court granted Amazon's motion to compel arbitration on April 19, 2019. See ECF No. 27-3. On July 31, 2019, eBay filed the present action against Defendants—three Amazon managers. See ECF No. 1 ¶ 1. The parties stipulated to transfer this case to arbitration. See ECF No. 21. The Arbitration Award resulted from the arbitration proceeding between eBay and Amazon, Defendants, and other Amazon employees or ex-employees. See ECF No. 27-2.

Defendants seek to confirm the Arbitration Award. In support, they have filed a redacted version of the Arbitration Award, seeking leave to file an unredacted version of the Award under seal. Defendants redactions pertain to four categories of information: (1) personal identifying information of third parties; (2) employment records; (3) Amazon business operation, strategy, and

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employee compensation information; and (4) internal Amazon emails relating to business operations and strategy. See ECF No. 28. Defendants provide declarations of (1) Maria Catana, a litigation paralegal at Amazon and (2) Moez Kaba, counsel for Defendants, in support of the confidentiality of the information at issue. See Catana Decl., ECF No. 28-1; Kaba Decl., ECF No. 28-2. Defendants' Motion is unopposed, and the time to file an opposition has passed. See Civ. L.R. 7-11(b).<sup>1</sup>

Based on the below reasoning, the Court GRANTS Defendants' Motion.

### T. LEGAL STANDARD

"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 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 access and the public policies favoring disclosure. Ctr. for Auto Safety v. Chrysler Grp., LLC, 809 F.3d 1092, 1099 (9th Cir. 2016); see Kamakana, 447 F.3d at 1178–79. Compelling reasons justifying the sealing of court records generally exist "when such 'court files might ... become a vehicle for improper purposes," Kamakana, 447 F.3d at 1179 (quoting Nixon, 435 U.S. at 598), such as: "to gratify private spite, promote public scandal, circulate libelous statements," id.; to "release trade secrets," id.; or "as sources of business information that might harm a litigant's competitive standing," Ctr. for Auto Safety, 809 F.3d at 1097 (quoting Nixon, 435 U.S. at 598–99). On the other hand, "[t]he mere fact that the production of records may lead to a litigant's embarrassment, incrimination, or exposure to further litigation will not, without more, compel the court to seal its records." Kamakana, 447 F.3d

The Court notes that the parties filed a stipulation agreeing that the information at issue in Defendants' sealing motion should be filed under seal. See ECF No. 29. Since parties cannot stipulate to sealing, the Court DENIES the parties' stipulation.

at 1179. Further, "[b]road allegations of harm, unsubstantiated by specific examples or articulated reasoning" will not suffice. *Beckman Indus.*, *Inc. v. Int'l Ins. Co.*, 966 F.2d 470, 476 (9th Cir. 1992).

In addition, in this district, all parties requesting sealing must comply with Civil Local Rule 79-5. That rule requires, *inter alia*, the sealing motion to include "a specific statement of the applicable legal standard <u>and</u> the reasons for keeping a document under seal, including an explanation of: (i) the legitimate private or public interests that warrant sealing; (ii) the injury that will result if sealing is denied; and (iii) why a less restrictive alternative to sealing is not sufficient." Civ. L.R. 79-5(c)(1).

## II. DISCUSSION

The Court has reviewed the sealing motions. The Court's rulings on the sealing requests are set forth in the table below:

<b>Redacted Portions</b>	Description of	Ruling
<b>Defendants Seek to Seal</b>	Information	
Highlighted portions of Kaba	Highlighted portions	GRANTED, since the
Decl., ECF No. 28-2, Ex. B	reference personal	information is confidential
at 17 n.16; 21:8; 22:7; 23:11,	identifying and contact	personal identifying information
23, n.17, n.18; 25:2, 11;	information for third	of minimal relevance to the
45:11, 18, 21; 46:2–3, 19,	parties, including email	merits of the motion to confirm
n.27; 47:19; 48:11; 49:6, 13;	addresses, phone numbers,	the arbitration award, and
50:7, n.29; 51:23; 58 n.32;	and eBay usernames. The	Defendants' request is narrowly
59:16; 60:3, 5, 7–9, 11, 13–15,	Kaba Declaration indicates	tailored. See, e.g., Davis v.
17, 19, 21; 61:2, 4–5, 9, 13–14,	that "[p]ublic disclosure of	Zurich Am. Ins. Co.,
16, n.35; 62:4, 11–13, 15, 17;	this information could	No. 3:19–cv–04397–WHO,
63:17; 64:1, 4–5.	expose these individuals to	2021 WL 369538, at *17
	abuse and harassment, and	(N.D. Cal. Feb. 3, 2021); <i>In re</i>
	would infringe upon their	High-Tech Emp. Antitrust Litig.,
	privacy interests."	No. 11–CV–02509–LHK,
	ECF No. 28-2 ¶ 5.	2013 WL 163779, at *5
		(N.D. Cal. Jan. 15, 2013)
		(granting motion to seal
		documents that "include
		personal information of non-
		parties").
Highlighted portions of Kaba	Highlighted portions	GRANTED, since the
Decl., ECF No. 28-2, Ex. B at	reference employment	information pertains to
15:16–17; 32:16–18; 33:1–11,	records and attorney	confidential employment
14–15, 17–18; 37:12, 14–15;	communications regarding	records of minimal relevance to
38:1–10; 39:2, 13–22; 40:1.	employment-related	the merits of the motion to
	litigation pertaining to third	confirm the arbitration award,
	parties. The Kaba	and Defendants' request is
	Declaration indicates that	narrowly tailored. See Johnson
	the excerpts pertain to	v. San Benito Cty.,
	"specific employee	No. 12–CV–03691–LHK,

Highlighted portions of Kaba Decl., ECF No. 28-2, Ex. B at 14:16–17; 15:4–5, 10–15, 18–20; 20:14; 25:13–14; 35:2–3; 37:12–14, n.26; 46:5; 47:11–14; 74 n.43	performance issues, discipline, reasons for termination, and employment records related to third parties," and are "not directly relevant to Plaintiff's allegations in the arbitration proceeding, nor are relevant to Defendants' motion to confirm the Award." See ECF No. 28-2 ¶ 6. Further, the Kaba Declaration indicates that "public disclosure of such information could lead to harassment and embarrassment for the third parties, and infringes upon their privacy interests in keeping their employment records confidential." See id.  Highlighted portions reference Amazon business operation, strategy, and employee compensation information. The Catana Declaration indicates that such information pertains to "Amazon's sales strategies," which, if public, could make Amazon "lose its competitive advantage because competitors could use these insights to adjust their own strategies and operations to adopt Amazon's strategies and compete for third-party sellers." See ECF No. 28-1 ¶ 6. Further, the Catana Declaration indicates that "[c]ompetitors could compete for employees by using non-public knowledge regarding Amazon's employee compensation methods." See id.	GRANTED, as confidential internal financial and business information. See, e.g., In re Electronic Arts, 298 Fed.Appx. 568, 569 (9th Cir. 2008) (finding compelling reasons for sealing "business information that might harm a litigant's competitive strategy"); In re Google Location Hist. Litig., 514 F.Supp.3d 1147, 1162 (N.D. Cal. Jan. 25, 2021) ("Compelling reasons may exist to seal trade secrets, marketing strategies, product development plans, detailed product-specific financial information, customer information, internal reports and other such materials that could harm a party's competitive standing[.]") (internal quotations omitted); In re High-Tech Emp. Antitrust Litig., 2013 WL 163779, at *5 (granting leave to seal "Defendants' compensation and recruiting strategies, policies, and procedures, including quantitative data concerning those topics," which "could
		cause Defendants' competitive

		harm").
Highlighted portions of Kaba	Highlighted portions are	GRANTED, as confidential
Decl., ECF No. 28-2, Ex. B	quotations from internal	internal financial and business
at 26:22–23; 28:3; 29:13–15,	Amazon emails regarding	information. See, e.g., In re
18–19; 43:19–25; 44:4–5;	business operation and	Electronic Arts,
47:9; 72:5–7.	strategy. The Catana	298 Fed.Appx. at 569; <i>In re</i>
,	Declaration indicates that	Google Location Hist. Litig.,
	these emails "reveal details	514 F.Supp.3d at 1162.
	of strategic business	
	discussions and operations	
	within Amazon sales	
	teams" and "relate to	
	Amazon's strategies for	
	recruiting third-party	
	sellers," for which	
	"Amazon actively	
	competes with other	
	companies." See	
	ECF No. 28-1 ¶ 7. The	
	Catana Declaration further	
	indicates that "[i]f these	
	details became public,	
	Amazon, could lose its	
	competitive advantage	
	because competitors could	
	use these insights to adjust	
	their own strategies and	
	operations to adopt	
	Amazon's strategies." See	
	id.	

# III. ORDER

Based on the above reasoning, Defendants' administrative motion is GRANTED.

IT IS SO ORDERED.

Dated: March 21, 2022

BETH LABSON FREEMAN United States District Judge

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