

FILED IN THE  
U.S. DISTRICT COURT  
EASTERN DISTRICT OF WASHINGTON

**Dec 07, 2016**

SEAN F. MCAVOY, CLERK

IN THE UNITED STATES DISTRICT COURT  
FOR THE EASTERN DISTRICT OF WASHINGTON

UNITED STATES OF AMERICA, for  
the Use and Benefit of GLOBAL  
DIVING & SALVAGE, INC.,

Case No. 2:16-CV-0254-SMJ

Plaintiff,

v.

**ORDER GRANTING  
STIPULATED PROTECTIVE  
ORDER GOVERNING  
CONFIDENTIALITY OF  
MATERIALS AND  
INFORMATION PRODUCED  
IN DISCOVERY**

ENGINEERED HEAVY SERVICES  
LLC, a Washington limited liability  
company and PLATTE RIVER  
INSURANCE COMPANY, a Nebraska  
corporation,

Defendants.

Before the Court, without oral argument, is the parties' Stipulated Protective Order Governing Confidentiality of Materials and Information Produced in Discovery, ECF No. 30.

**IT IS HEREBY ORDERED:**

1. The parties' Stipulated Protective Order Governing Confidentiality of Materials and Information Produced in Discovery, **ECF No. 30**, is **GRANTED**.

**IT IS HEREBY STIPULATED AND AGREED THAT:**

The parties in the above-captioned matter have determined that certain responses to discovery, including documents to be produced, written responses and deposition testimony may constitute or encompass confidential or proprietary information entitled to protection from use or disclosure other than in connection

1 with the litigation of this action. The parties have agreed, without waiving any  
2 privileges and/or constitutional, statutory or common law protections, in order to  
3 facilitate the resolution of confidentiality issues with a minimum of the Court's  
4 involvement, as follows:

### 5 **AGREEMENT**

6 This stipulation and order ("Protective Order" or "Order") shall apply to all  
7 manner and means of discovery, including inspection of books, records, magnetic  
8 or electronic media, documents and things, and all manner of written and oral  
9 discovery.

### 10 **DEFINITIONS**

11 "CONFIDENTIAL" Information. The parties hereby agree that the  
12 following types of documents shall be considered CONFIDENTIAL to the extent  
13 that the producing party has a reasonable basis to believe the document constitutes  
14 or reflects:

15 a. Trade secrets, competitively sensitive technical, marketing, financial,  
16 sales or other confidential business information;

17 b. Private or confidential personal health information, including, but not  
18 limited to, "protected health information" ("PHI"), as that term is  
19 defined by the Standards of Privacy of Individually Identifiable Health  
20 Information, 45 C.F.R. Parts 160 and 164, promulgated pursuant to the  
21 Health Insurance Portability and Accountability Act of 1996 ("HIPAA").  
22

1 See 45 C.F.R. § 160.103;

2 c. Information produced by third parties that constitutes Confidential  
3 Information under the definitions in this Stipulation;

4 d. Confidential research, development or commercial information, including  
5 non-public financial or business information;

6 e. Information deemed confidential or non-public by a regulatory body;

7 f. Information otherwise protected by law from disclosure; and/or,

8 g. Any other information with respect to which the producing party  
9 otherwise believes in good faith to be entitled to protection under Rule  
10 26(c)(1)(G) of the Federal Rules of Civil Procedure.

11 The party that is producing such documents shall endeavor to designate  
12 such documents as “CONFIDENTIAL” at the time of production, subject to the  
13 right to make a subsequent (i.e., post-production) designation as set forth herein.

14 h. “HIGHLY CONFIDENTIAL” Information. The parties also hereby  
15 agree that the following types of documents shall be considered HIGHLY  
16 CONFIDENTIAL to the extent that the producing party has a reasonable good  
17 faith basis to believe the document:  
18

19 1. Constitutes or reflects highly sensitive and/or proprietary and non-  
20 public information, including trade secrets that, if disclosed (whether to business  
21 competitors or others), would have the potential to seriously harm the personal,  
22 privacy, or business interests of the Designating Party or a non-party to this action;

1                   2. The party that is producing such documents shall endeavor to  
2 designate such documents as “HIGHLY CONFIDENTIAL” at the time of  
3 production, subject to the right to make a subsequent (i.e., post-production)  
4 designation as set forth herein.

5                   i. “Protected Information.” Information designated as either  
6 “CONFIDENTIAL” or HIGHLY CONFIDENTIAL” is hereinafter referred to  
7 collectively as “Protected Information.”

8                   j. “Independent Expert or Consultant.” The parties agree that the term  
9 “Independent Expert or Consultant” as used herein shall have the meaning set forth  
10 in Paragraph u. below.

11                                   **DESIGNATION OF PROTECTED INFORMATION**

12                   k. Good faith designation. Each of the parties agrees to exercise its right to  
13 designate information as “CONFIDENTIAL” or “HIGHLY CONFIDENTIAL”  
14 pursuant to this Stipulation and Order in good faith, and shall designate as  
15 “CONFIDENTIAL” or “HIGHLY CONFIDENTIAL” only those materials or  
16 information that it believes in good faith meets the requirements of the  
17 “CONFIDENTIAL” or “HIGHLY CONFIDENTIAL” paragraphs above, as the  
18 case may be.

19                   l. Labeling. All Protected Information shall be clearly labeled by the  
20 Designating Party as “CONFIDENTIAL” or “HIGHLY CONFIDENTIAL” at the  
21 time that such Protected Information is produced. Any copies made of Protected  
22 information shall be clearly labeled as such.

1 Information shall include a confidentiality label. During any deposition or other  
2 transcribed proceeding, or for the period 30 days after such deposition or  
3 proceeding, any party may designate any portion of the transcript and  
4 accompanying materials (i.e., deposition exhibits) as Protected Information. In  
5 case Protected Information is stored on computers or is otherwise in electronic  
6 format, the CD, DVD or other device containing such information shall either be  
7 labeled by the Designating Party as “CONFIDENTIAL” and/or “HIGHLY  
8 CONFIDENTIAL,” or be so described in a letter to counsel for all parties  
9 receiving such materials.

10 m. Inadvertent failure to designate. The parties acknowledge that, despite  
11 each party’s best efforts to conduct a thorough pre-production review of all  
12 documents, some documents containing Protected Information may be  
13 inadvertently disclosed to the other party during the course of this litigation. If a  
14 producing party inadvertently fails to stamp or otherwise properly designate  
15 documents or other material upon their production, it may designate such  
16 documents as “CONFIDENTIAL” or “HIGHLY CONFIDENTIAL” by giving  
17 written notice to all parties that the material is to be so designated. All parties shall  
18 then stamp or otherwise mark the designated material as “CONFIDENTIAL” or  
19 “HIGHLY CONFIDENTIAL” as described above. Upon written notice of a  
20 belated designation, the party receiving the belated designation shall take  
21 reasonable efforts to retrieve Protected Information from persons not authorized to  
22 review this material under this Order. Upon request, the party retrieving the

1 Protected Information shall provide to the other party evidence of its efforts to do  
2 so. In no case, however, shall a party or any recipient, who used or disclosed the  
3 belatedly designated material, prior to actual notice of the belated designation,  
4 incur any liability, penalty or sanction on account of such use or disclosure.

5 n. Derivative Materials. All subsequently-created derivative documents  
6 such as summaries, charts and notes (“Derivative Materials”) that contain or  
7 discuss Protected Information in a manner that discloses the content of the  
8 Protected Information shall be protected and governed by this Stipulation and  
9 Order to the same extent and on the same basis as the underlying Protected  
10 Information itself.

11 o. Redactions. The right under this Stipulation and Order to designate  
12 information and documents as Protected Information does not impact or interfere  
13 or serve to waive the parties’ right to assert privilege to the information and  
14 documents.

15 p. Privilege log. A party making redactions of what it claims in good faith  
16 are privileged documents in accordance with this Order must: (1) indicate on the  
17 redacted documents where redactions have been made; and, (2) provide a redaction  
18 log similar in form and substance to a privilege log, containing sufficient  
19 information as to the nature of the redacted matter and the reasons for the  
20 redactions to enable the Court to determine the propriety of the redactions  
21 challenging a designation.  
22

23 q. Challenging a designation. If counsel for a party receiving documents or

1 information designated as Confidential Material or Highly Confidential Material  
2 hereunder objects to such designation of any or all of such items, the following  
3 procedure shall apply:

4           1. Counsel for the objector shall serve on the designator a written  
5 objection to such designation, which shall describe with particularity the  
6 documents or information in question and shall state the grounds for objection.  
7 Counsel for the designator shall respond in writing to such objection within 14  
8 business days, and shall state with particularity the grounds for asserting that the  
9 document or information is Confidential Material or Highly Confidential. If no  
10 timely written response is made to the objection, the challenged designation will be  
11 deemed to be void. If the designator makes a timely response to such objection  
12 asserting the propriety of the designation, counsel shall then confer in good faith  
13 in an effort to resolve the dispute.  
14

15           2. If a dispute as to a designation as Protected Information cannot be  
16 resolved by agreement, the party challenging the designation shall file a formal  
17 motion for an order regarding the challenged designation. The document or  
18 information that is the subject of the filing shall be treated as originally designated  
19 pending resolution of the dispute. The Designating Party bears the burden of proof  
20 in the propriety of the designation and protection level.

21           3. No information that is in the public domain or which is already known  
22

1 by the receiving party through proper means or which is or becomes available to a  
2 party from a source other than the party asserting confidentiality, rightfully in  
3 possession of such information on a non-confidential basis, shall be deemed or  
4 considered to be Confidential Material under this Protective Order.

5 4. This Protective Order shall not deprive any party of its right to object  
6 to discovery by any other party or on any otherwise permitted ground. This  
7 Protective Order is being entered without prejudice to the right of any party to  
8 move the Court for modification or for relief from any of its terms.

9 r. Limited use. Except as otherwise ordered by the Court or agreed by the  
10 parties in writing, Protected Information shall not be used for any purpose other  
11 than pleadings, discovery, motions, briefs, trial and preparation for trial, appellate  
12 proceedings, and any settlement or mediation proceedings in the above-captioned  
13 case, Cause No. 2:16-CV-00254-SMJ (the “Litigation”).

#### 14 **Access to Protected Information**

15 s. Authorized persons with respect to “CONFIDENTIAL” Information.  
16 Except as otherwise ordered by the Court or agreed by the parties in writing,  
17 disclosure of the testimony, documents and information designated as  
18 “CONFIDENTIAL” and associated Derivative Materials, shall be restricted to the  
19 following persons:  
20

21 1. The parties to this Litigation, and their agents, auditors, insurers,  
22 employees, officers, directors, shareholders, affiliates, and attorneys who have a  
23 legitimate need to review the information. For the purposes of this provision,

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1 “parties to this Litigation” shall be limited to the Plaintiff and the Defendants in the  
2 above-captioned case, including any later-named parties after this protective order  
3 is entered;

4           2. Counsel of record for the parties in this Litigation, and their  
5 employees, paralegals, and other secretarial and support personnel working under  
6 counsel’s supervision;

7           3. Judges, law clerks and other personnel of the Court before which  
8 this Litigation is pending;

9           4. Mediators or special masters attempting to assist in resolving or  
10 adjudicating all or any portions of this Litigation provided that the mediators or  
11 special masters are appointed by the Court or all parties agree in writing that the  
12 mediators or special masters may serve in that capacity;

13           5. The trier of fact;

14           6. Stenographic reporters and videographers at depositions and other  
15 proceedings in this Litigation;

16           7. Independent Experts or Consultants who are retained or employed  
17 by any of the parties or their counsel in connection with the Litigation, and who  
18 have a legitimate need to review such materials to perform their duties or tasks in  
19 connection with the Litigation; and  
20

21           8. Non-party witnesses in the Litigation only to the extent that such  
22

1 disclosure is reasonably required in connection with giving testimony in the  
2 Litigation.

3 t. Authorized persons with respect to “HIGHLY CONFIDENTIAL”  
4 Information. Except as otherwise ordered by the Court or agreed by the  
5 parties in writing in advance, disclosure of testimony, documents and information  
6 designated as “HIGHLY CONFIDENTIAL,” and associated Derivative Materials,  
7 shall be restricted to the following persons:

8 1. Controlling employees or officers of the parties to this litigation or  
9 their assistants and staff;

10 2. Counsel of record for the parties in this Litigation, and their  
11 employees, paralegals, and other secretarial and support personnel working under  
12 counsel’s supervision;

13 3. In-house counsel for any of the parties who are working to assist  
14 Counsel of Record;

15 4. Judges, law clerks and other personnel of the Court before which this  
16 Litigation is pending;

17 5. The trier of fact;

18 6. Mediators or special masters attempting to assist in resolving or  
19 adjudicating all or any portions of this Litigation provided that the mediators or  
20 special masters are appointed by the Court or all parties agree in writing that the  
21 mediators or special masters may serve in that capacity;  
22

1           7. Stenographic reporters and videographers at depositions and other  
2 proceedings in this Litigation;

3           8. Independent Experts or Consultants who are retained or employed by  
4 any of the parties or their counsel in connection with the Litigation, and who have  
5 a legitimate need to review such materials to perform their duties or tasks in  
6 connection with the Litigation; and

7           9. Non-Party witnesses in the Litigation only to the extent that such  
8 disclosure is strictly necessary in connection with giving testimony in the  
9 Litigation.

10           u. Independent Expert or Consultant. For purposes of this Protective Order,  
11 “Independent Expert or Consultant” means an expert or independent consultant or  
12 contractor who is not an employee of the parties, and is retained solely for the  
13 purposes of advising and assisting counsel in the preparation for or trial of this  
14 action or retained to give expert testimony, and includes his or her support  
15 personnel to whom it is necessary to disclose Protected Information for the  
16 purposes of this action.

17  
18                           **Use of Protected Information**

19           v. Disclosure to persons involved in Litigation. Unless the Designating  
20 Party agrees otherwise, Protected Information and associated Derivative Materials  
21 may be disclosed to persons referred to in subparagraphs s and t only after such  
22 persons have been advised of the terms and operation of this Protective Order. In  
23

1 addition, unless the Designating Party agrees otherwise, the Protected Information  
2 and associated Derivative Materials may be disclosed to persons identified in  
3 subparagraphs s and t only after such persons have been shown a copy of this  
4 Protective Order and have agreed to be bound by its term.

5 w. Depositions. At the request of any party, the original and all copies of  
6 any deposition transcript and exhibits, in whole or in part, may be designated as  
7 “CONFIDENTIAL” or “HIGHLY CONFIDENTIAL”:

8 1. At any time during the deposition, at the request of any party, the  
9 deposition transcript and exhibits or a portion thereof shall be marked by the  
10 reporter with a “CONFIDENTIAL” or “HIGHLY CONFIDENTIAL” designation.  
11 Any portions so designated shall thereafter be treated in accordance with the terms  
12 of this Protective Order.

13 2. Any party may designate a deposition transcript and exhibits or a  
14 portion thereof with the appropriate “CONFIDENTIAL” or “HIGHLY  
15 CONFIDENTIAL” designation within 30 days after first receiving a formal copy  
16 of the same transcript from the deposition reporter and informing all other parties  
17 in writing.

18 x. Right to withdraw. A Designating Party has the right to withdraw any  
19 designation it has made at any time, upon written notice to the other parties.  
20

21 y. Use in open court. Should counsel for any party desire to use another  
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23

1 party's Protected Information, or any portion or summary thereof, during any  
2 proceedings held in open court, he or she shall, prior to such use, inform the  
3 Designating Party of the intended use outside of the presence of the jury (if any),  
4 and counsel for the Designating Party may at the time of such use request that any  
5 portion of the transcript containing such reference to Protected Information and  
6 any documents attached as exhibits containing Protected Information be filed  
7 under seal with this Court and be afforded treatment as Protected Information as  
8 provided by this Protective Order. To the extent applicable, the parties shall  
9 comply with the procedures and requirements of the applicable court rules for  
10 filing documents under seal or otherwise sealing court documents.

11 **Other Provisions**

12 z. Filing under seal. Any Party seeking to file Protected Information  
13 designated as "CONFIDENTIAL" or "HIGHLY CONFIDENTIAL," shall comply  
14 with the requirements of all court rules to file the Protected Information under seal.  
15

16  
17  
18  
19 aa. Reasonable precautions. Each party shall take reasonable precautions to  
20 prevent unauthorized or inadvertent disclosure of any Protected Information and  
21 upon unauthorized or inadvertent disclosure, take reasonable steps to retrieve and  
22 limit further disclosure of Protected Information.

1           bb. Inadvertent disclosure. Pursuant to Federal Rule of Evidence 502(d), the  
2 production of any privileged or otherwise protected or exempted information, as  
3 well as the production of information without an appropriate designation of  
4 confidentiality, shall not be deemed a waiver or impairment of any claim of  
5 privilege or protection, including, but not limited to, the attorney-client privilege or  
6 work product doctrine or the confidential nature of any such information, as to the  
7 inadvertently produced document and any related material, in this action or in any  
8 other federal or state proceeding or action. The producing party must notify the  
9 receiving parties promptly, in writing, upon discovery that a document containing  
10 potentially privileged information has been produced. Upon receiving written  
11 notice from the producing party that privileged and/or work product material has  
12 been produced, the receiving parties shall immediately return all copies of the  
13 information or materials and cooperate in the return of all copies of such material  
14 from any persons known to have possession of any such re-designated material.  
15 The receiving parties shall also attempt, in good faith, to retrieve and return or  
16 destroy all copies of the documents in electronic format. Should any receiving  
17 party have reason to suspect that it has received a document containing potentially  
18 privileged information; the receiving party shall immediately quarantine all such  
19 material, refrain from viewing such material, and inform the producing party of its  
20 suspicion regarding possible receipt of potentially privileged information. Any  
21 receiving party may contest the privilege or work product designation set forth in  
22 the producing party's written notice regarding the inadvertently produced

1 documents, and that receiving party shall give the producing party written notice of  
2 the reason for said disagreement. However, a receiving party may not challenge  
3 the privilege claim by arguing that the disclosure itself is a waiver of any  
4 applicable privilege. In that instance, the receiving party shall, within fifteen (15)  
5 business days from the initial written notice by the producing party regarding the  
6 inadvertently produced documents, seek an order from the Court compelling the  
7 production of the material. If no such order is sought, upon expiration of the  
8 fifteen (15) business day period then all copies of the disputed, privileged,  
9 document shall be returned in accordance with this order. Any written analyses,  
10 memoranda or notes which were internally generated based upon such  
11 inadvertently produced documents shall immediately be placed in sealed  
12 envelopes, and shall be destroyed in the event that (a) the receiving party does not  
13 contest that the information is privileged, or (b) the Court rules that the information  
14 is privileged. Such analyses, memoranda or notes may only be removed from the  
15 sealed envelopes and returned to its intended purpose in the event that (a) the  
16 producing party agrees in writing that the information is not privileged, or (b) the  
17 Court rules that the information is not privileged. The receiving party shall also  
18 attempt, in good faith, to retrieve and return or destroy all electronic copies of such  
19 analyses, memoranda or notes in the event that (a) the producing party agrees, in  
20 writing, that the information is not privileged, or (b) the Court rules that the  
21 information is not privileged.

22 cc. Non-Waiver. By signing this Protective Order, a party is not deemed  
23

1 to have consented or agreed to the production of any document, testimony or  
2 information or to have waived any objection to the production or use of any  
3 document, testimony or information in this or other litigation or waived any  
4 applicable privilege or legal protection. The placing of any “CONFIDENTIAL” or  
5 “HIGHLY CONFIDENTIAL” designation on the face of a document produced  
6 shall have no effect on determining the authenticity or admissibility of that  
7 document at trial.

8 dd. Further Measures. This Protective Order shall be without prejudice  
9 to the right of the Designating Party to present a motion to the Court for separate  
10 protective orders as to any Protected Information, including for restrictions  
11 differing from those as specified herein.

12 ee. Upon final disposition. At the conclusion of this action by final  
13 disposition of all claims all copies of Protected Information shall be returned to the  
14 producing party, deleted or destroyed upon request within 60 days, after which  
15 time, the receiving party shall provide written verification that the receiving party,  
16 along with its counsel, experts consultants, etc., no longer has in its possession any  
17 of the producing party’s Protected Information. Nothing contained herein shall  
18 limit the right of counsel to keep Protected Information for counsel’s historical  
19 files and copies of such counsel’s work product that contain Protected Information,  
20 provided that such material is appropriately marked as Protected Information and  
21 kept in a secure location not freely accessible to other firm employees. The  
22 termination of proceedings in this Litigation shall not relieve the parties, their  
23



1 counsel, and others receiving Protected Information of the obligation to maintain  
2 the confidentiality of Protected Information produced and designated pursuant to  
3 this Stipulation and Order.

4 ff. Third party requests for production. If any party or counsel receiving  
5 Protected Information covered by this Protective Order (a) is subpoenaed in  
6 another action, (b) is served with a demand or request in another action, or (c) is  
7 served with any other legal process by one not a party to the Litigation that seeks  
8 Protected Information produced or designated as such by some other party; the  
9 party receiving such subpoena, demand, or other legal process shall give written  
10 notice of such to the Designating Party within five e (5) business days of receipt of  
11 such demand and, if requested to do so by the Designating Party, shall not disclose  
12 such materials until the Designating Party can take action to maintain the  
13 confidentiality of the information by asserting appropriate objections and challenge  
14 the requested production. Nothing herein, however, shall be construed as requiring  
15 the party that received such Protected Information to challenge or appeal any order  
16 requiring that it produce the Protected Information, or to subject itself to any  
17 penalties for noncompliance with any legal process or order.

18 gg. Disputes. The parties will attempt in good faith to resolve between  
19 themselves any disagreements concerning the interpretation or application of this  
20 Protective Order. In response to any violation of this Protective Order, the Court  
21 may enter sanctions pursuant to court rules.

22 hh. Jurisdiction. Upon conclusion of this Litigation, the Court shall continue  
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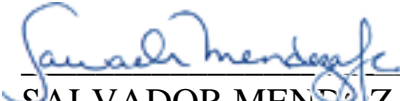
1 to retain jurisdiction to enforce the terms of this Order.

2 ii. This Protective Order may be executed in counterparts, each of  
3 which shall be deemed an original, and all of which shall constitute one document.

4 jj. Any provision of this Protective Order may be modified by the Court  
5 upon proper notice and for good cause shown.

6 **IT IS SO ORDERED.** The Clerk's Office is directed to enter this Order  
7 and provide copies to all counsel.

8  
9 DATED this 7th day of December 2016.

10   
11 \_\_\_\_\_  
12 SALVADOR MENDEZ, JR.  
13 United States District Court Judge