DISTRICT COURT, CITY AND COUNTY OF DENVER, COLORADO

1437 Bannock Street Denver, CO 80202

TUNG CHAN, Securities Commissioner for the State of Colorado,

Plaintiff,

v.

MARK RAY; REVA STACHNIW; CUSTOM CONSULTING & PRODUCT SERVICES, LLC; RM FARM & LIVESTOCK, LLC; MR CATTLE PRODUCTION SERVICES, LLC; SUNSHINE ENTERPRISES; UNIVERSAL HERBS, LLC; DBC LIMITED, LLC,

Defendants.

DATE FILED: April 6, 2022 3:29 PM FILING ID: D6D182616FD79 CASE NUMBER: 2019CV33770

**▲ COURT USE ONLY ▲** 

Case No: 19CV33770

Division: 209

## MOTION FOR ENTRY OF STIPULATED PROTECTIVE ORDER

Plaintiff Tung Chan ("Plaintiff"), Non-Party Bellco Credit Union (Bellco), and Gary Schwartz in his position as the Court-Appointed Receiver over the assets of the Defendants ("Receiver"), by and through their respective counsel, respectfully move the Court to enter a Protective Order in the form attached pursuant to C.R.C.P. 26(c) and state:

1. The Receiver is seeking Protected Material, as that term is defined in the proposed Stipulated Protective Order attached hereto as **Exhibit 1**, from Non-Party Bellco. Protected Material the Receiver may seek includes but is not limited to documents that are not in the public domain and contain confidential financial information, sensitive proprietary information, and information that any party believes in good faith reflects trade secrets or other proprietary information, or other non-public information. Public disclosure of such Protected Material could

result in significant injury to business or privacy interests of one or more of the parties or nonparties.

2. Pursuant to C.R.C.P. 26(c), the Court is authorized to issue a protective order upon a showing of good cause that a trade secret or other confidential commercial information will be misused or disclosed to the public if such an order is not entered. *Direct Sales Tire Co. v. Dist. Court In & For Jefferson Cty.*, 686 P.2d 1316, 1319 (Colo. 1984). The test of whether good cause exists in a particular case is determined by balancing the need to limit disclosure of the confidential information against the need of the opposing party to have access to the information. *Id.* 

When analyzing a request for protective orders concerning allegedly confidential commercial information, the court should be guided by the following three-prong analysis. First, the court should determine whether the information requested is a trade secret or other confidential information. Second, the court should ascertain whether the disclosure of such information would cause cognizable harm sufficient to warrant a protective order. Finally, the court should consider whether the party seeking the protective order has shown "good cause" for invoking the court's protection.

See Zenith Radio Corp. v. Matsushita Electric Industrial Co., Ltd., 529 F. Supp. 866 (E.D. Pa. 1981).

- 3. Here, good cause exists for entry of the Stipulated Protective Order. The Receiver anticipates seeking proprietary and confidential personal and business information, specifically confidential documents relating to non-party Bellco's policies and procedures. Without the protection of a Protective Order, Bellco risks public dissemination of its confidential financial information and proprietary business information. Based on the foregoing, the parties have shown good cause for a Protective Order in this case.
  - 4. The Plaintiff, Bellco, and Receiver respectfully request that the Court enter the

Protective Order for the purposes of preventing the disclosure and use of Protected Material except as set forth in the Order.

5. The relief requested is not for dilatory or other purposes.

WHEREFORE, the parties respectfully request that the Court grant the proposed Stipulated Protective Order as an Order of the Court.

## /s/ Katherine A. Roush\_

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Attorneys for Plaintiff

/s/ Brian Neil Hoffman

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Attorneys for third-party Bellco Credit Union

## **CERTIFICATE OF SERVICE**

I hereby certify that on the 6th Day of April, 2022, a true and correct copy of the foregoing **MOTION FOR ENTRY OF STIPULATED PROTECTIVE ORDER** was electronically filed and served on all parties of record via the Colorado Court E-Filing System.

/s/ Lucas Wiggins
Lucas Wiggins