

1-800 CONTACTS, INC., a corporation,

**Respondent.** 

## **RESPONDENT 1-800 CONTACTS, INC.'S MOTION TO STRIKE ERRATA** TO THE DEPOSITION TRANSCRIPT OF ERIC HOLBROOK

### I. **INTRODUCTION**

On Sunday, April 23, 2017, Complaint Counsel produced to Respondent "errata" to the deposition transcript of Eric Holbrook, whom Complaint Counsel intend to call to testify this Wednesday. These errata previously were not produced to Respondent, and Complaint Counsel have informed Respondent that they intend to amend their trial exhibits to include the errata. The errata contain numerous substantive alterations to Mr. Holbrook's sworn testimony that far exceed the scope of corrections allowed by Federal Rule of Civil Procedure 30(e). The errata should not be admitted into evidence or considered for any purpose.

#### II. ARGUMENT

### The Errata Contain Impermissible Alterations and Additions. A.

Mr. Holbrook's errata exceed the scope of corrections permissible under Rule 30(e). They consist of 56 putative corrections, but only 7 are "to correct a stenographic error." (Ex. A.) The remaining 49 constitute substantive changes to allegedly "clarify the record" or "conform

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with the facts." (*Id.*) Indeed, 22 of the "corrections" add flatly contradictory statements to the sworn testimony. As just one example, when asked whether Memorial Eye had "the opportunity to negotiate the settlement agreement," Mr. Holbrook responded "I guess technically, yes. We negotiated it with them." (CX9024 at 65:14–17.) The errata would add the contradictory statement "But I wouldn't call it a negotiation." (Ex. A at 1.) Similarly, when asked whether his website was affiliated with a nationwide network of ECPs, Mr. Holbrook responded "no." (CX9024 at 143:25–144:5.) The errata would change this response to "We had a large list of ECP contacts across the nation that we could direct customers to for eye exams . . ." (Ex. A at 2.)

These substantive alterations are not permitted under Rule 30(e), which "cannot be interpreted to allow one to alter what was said under oath. If that were the case, one could merely answer the questions with no thought at all then return home and plan artful responses. . . . A deposition is not a take home examination." *Garcia v. Pueblo Country Club*, 299 F.3d 1233, 1242 n.5 (10th Cir. 2002) (quotation marks and citation omitted); *see also Jackson v. Teamsters Local Union 922*, 310 F.R.D. 179, 185 (D.D.C. 2015) (striking "substantive and material additions" from deposition errata); *Hambleton Bros. Lumber Co. v. Balkin Enterp's, Inc.*, 397 F.3d 1217, 1226 (9th Cir. 2005) ("Rule 30(e) is to be used for corrective, and not contradictory, changes.").

### B. <u>The Errata Were Untimely Produced.</u>

In addition to being substantively improper, the errata were untimely produced. Mr. Holbrook's deposition was conducted pursuant to Complaint Counsel's subpoena. Complaint Counsel received the errata from the court reporter on March 13, 2017. They did not produce them to Respondent until April 23, 2017, days before Mr. Holbrook is scheduled to testify. Paragraph 14 of the Scheduling Order requires Complaint Counsel to produce to Respondent "copies of the documents received from non-parties . . . within three business days."

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## III. <u>CONCLUSION</u>

For these reasons, the errata should be stricken and not considered for any purpose.

DATED: April 24, 2017

Respectfully submitted,

/s/ Steven M. Perry

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# **EXHIBIT** A

## WITNESS: Eric Holbrook

DATE: 1/12/17

CASE: 1-800 Contacts

PAG	<u>e line</u>	CORRECTION	REASON FOR CHANGE
7	22-23	When we began the company, I was not yet working for the company, so I did not yet have a title.	To clarify the record
24	2	Replace: "were" with "needed to be"	To clarify the record
27	16	For our former online business, we used a lot of online advertising, but I'm not sure if all of our online	
		advertising could be classified as search advertising; I'm just not knowledgeable about what all is considered	
		search advertising.	To clarify the record
33	11		To clarify the record
33	24		To clarify the record
35	7		To clarify the record
35	13		To correct stenographic error
35	21	Replace: "project" with "budget"	To correct stenographic error
37	2	Clarification: He had autonomy to spend what he deemed appropriate; however, in general, he did	
		seek my approval for large, unanticipated expenditures.	To clarify the record
40	23	Add: Since ad text includes the domain name, all ads should have included one of the names.	To clarify the record
41	13	Add: It weakens our brand.	To clarify the record
41	21, 23-24	I misunderstood the question and corrected my answer on page 51, lines 18- 21 and page 52, lines 1- 3	
		and 8-10 and 12-13.	To correct the record
46	23	The letter was actually from Bryan Pratt to Elio Sanchez.	To correct the record
50	3	Delete: "to"	To correct stenographic error
51	16	Replace: "page 36, line 24" with "page 41, line 14"	To conform with the facts
53	13	Replace: "was searching on" with "entered a search term that included"	To clarify the record
55	9		To clarify the record
56	13		To clarify the record
56	22		To clarify the record
56	23		To correct stenographic error
58	6	Replace: "they" with "all requested emails"	To clarify the record
63	15	Replace: "the most important thing" with "very important"	To clarify the record
64	8	Add following "Court": "and Lens.com"	To clarify the record
65	17	Add: "But I wouldn't call it a negotiation."	To clarify the record
66	1	Add following "did": "technically"	To clarify the record
66	1	Replace: "procedural negotiation things" with "settlement process"	To clarify the record

67       8       Replay         69       22       Replay         70       10       Replay         71       16       Replay         74       3       Replay         74       4       Replay         78       13       Replay         79       14       Replay         83       20       Add:         123       14       Lalso         124       1       My fr	: "And we didn't benefit from it in any way except for bringing an end to the suit." lace: "negotiations" with "subsequent drafts" lace: "Can tell you by that" with "can't tell you by the" lace: "We didn't think it" with "We didn't think not using negative keywords" lace sentence with: "To not implement negative keywords in the search engines." lace: "phrase" with "match" lace: "phrase" with "match" lace: "So" with "Also" lace: "we" with "our internet sites" : "Also, since your fixed costs don't increase much, your profit increases." o spoke with Charlotte Slaiman with the FTC on or about June 19, 2015. first call was actually on or about June 19, 2015 and was with Charlotte Slaiman.	To clarify the record To clarify the record To correct stenographic error To clarify the record To correct the record To correct the record To correct the record
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124 1 My f	first phone call with the FTC was actually on or about June 19, 2015 and was with Charlotte Slaiman.	
		To correct the record
124 6 Thic		
127 U 1113	conversation was with Gus Chiarello which took place after my phone call with Charlotte Slaiman.	To correct the record
136 8 Dele	ete: "on"	To correct stenographic error
140 15 Repla	lace: "but take a message and"" with "a message would be taken and they would"	To conform with the facts
144 5 Add:	: "We had a large list of ECP contacts across the nation that we could direct customers to for eye exams,	
inclu	uding a fourth ECP under the Better Vision, P.A corporation."	To conform with the facts
144 16 Add	following "Yes": "along with the list of ECP contacts across the nation."	To conform with the facts
144 24 Repla	lace: "lenses" with "lens prescriptions"	To clarify the record
149 13		To conform with the facts
152 6 Repla	lace: "I had no idea" with "I don't recall"	To conform with the facts
152 7 Repla	lace: "no idea" with "I don't recall"	To conform with the facts
155 3 My c	original testimony here was inaccurate; I was confused; the Counterclaims document did not request	
the f	filing of negative keywords.	To conform with the facts
155 6 My c	original testimony here was inaccurate; I was confused; the Counterclaims document did not request	
the f	filing of negative keywords.	To conform with the facts
155 20-25 My c	original testimony here was inaccurate; I was confused; the Counterclaims document did not request	
the f	filing of negative keywords.	To conform with the facts
162 19 Repla	lace: "Ms. Clair" with "Mr. Briers".	To correct the record
185 6 Repla	lace: "for 1-800 Contacts" with "in response to the 1-800 Contacts letters."	To clarify the record
185 18 How	vever, I have no personal knowledge of whether we bid on our own tradenames or not.	To clarify the record
218 22 My a	answer was incorrect; I didn't understand the question. I recall that Memorial Eye's representatives did	
look	through all the service notes and it was 1-800 Contacts that picked out the ones they felt showed	
poss	sible confusion.	To conform with the facts
219 4 Add:	: "It was not based on the limited information I reviewed."	To conform with the facts

Eric Holbrook

# **CERTIFICATE OF SERVICE**

I hereby certify that on April 24, 2017, I filed the foregoing document using the FTC's E-Filing System, which will send notification of such filing to:

> Donald S. Clark Secretary Federal Trade Commission 600 Pennsylvania Ave., NW, Rm. H-113 Washington, DC 20580

> The Honorable D. Michael Chappell Administrative Law Judge Federal Trade Commission 600 Pennsylvania Ave., NW, Rm. H-110 Washington, DC 20580

I also certify that I served via electronic mail a copy of the foregoing document on:

Daniel Matheson, *dmatheson@ftc.gov* BC-1040-1800-SearchAdTeam-DL@ftc.gov

DATED: April 24, 2017

By: <u>/s/ Eunice Ikemoto</u> Eunice Ikemoto

### **CERTIFICATE FOR ELECTRONIC FILING**

I hereby certify that the electronic copy sent to the Secretary of the Commission is a true and correct copy of the paper original and that I possess a paper original of the signed document that is available for review by the parties and the adjudicator.

DATED: April 24, 2017

By: <u>/s/ Steven M. Perry</u> Steven M. Perry

Attorney

I hereby certify that on April 27, 2017, I filed an electronic copy of the foregoing Respondent 1-800 Contacts, Inc.'s Motion to Strike Errata to the Deposition Transcript of Eric Holbrook, with:

D. Michael Chappell Chief Administrative Law Judge 600 Pennsylvania Ave., NW Suite 110 Washington, DC, 20580

Donald Clark 600 Pennsylvania Ave., NW Suite 172 Washington, DC, 20580

I hereby certify that on April 27, 2017, I served via E-Service an electronic copy of the foregoing Respondent 1-800 Contacts, Inc.'s Motion to Strike Errata to the Deposition Transcript of Eric Holbrook, upon:

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## Complaint

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