24-1220-06

1	A bill to be entitled
2	An act relating to confidentiality agreements;
3	amending s. 69.081, F.S.; providing that it is
4	the policy of the state that confidentiality
5	agreements are unenforceable unless approved by
6	the court; revising the definition of the term
7	"public hazard"; prohibiting the court from
8	recognizing a confidentiality agreement absent
9	a showing of certain elements; providing that
10	an agreement to settle a civil cause of action
11	or potential cause of action which restricts
12	the right of a person to disclose a matter
13	relating to the action is void and
14	unenforceable; providing an effective date.
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16	Be It Enacted by the Legislature of the State of Florida:
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18	Section 1. Section 69.081, Florida Statutes, is
19	amended to read:
20	69.081 Sunshine in litigation; concealment of public
21	hazards prohibited
22	(1) This section may be cited as the "Sunshine in
23	Litigation Act."
24	(2) It is the policy of the state that confidentiality
25	agreements are disfavored and unenforceable unless approved by
26	the court.
27	$\frac{(3)(2)}{(2)}$ As used in this section, "public hazard" means
28	an <u>activity or</u> instrumentality, including, but not limited to,
29	any device, instrument, person, <u>general practice,</u> procedure,
30	product, or a condition of a device, instrument, person,
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procedure or product, that has caused and is likely to cause injury or damage.

(4)(3) Except pursuant to this section, a no court may not shall enter an order or judgment that which has the purpose or effect of concealing a public hazard or any information concerning a public hazard, and a court may not nor shall the court enter an order or judgment that which has the purpose or effect of concealing any information that which may be useful to members of the public in protecting themselves from injury that which may result from the public hazard.

(5)(4) Any portion of an agreement or contract which has the purpose or effect of concealing a public hazard, any information concerning a public hazard, or any information that which may be useful to members of the public in protecting themselves from injury that which may result from the public hazard, is void, is contrary to public policy, and may not be enforced.

(6)(5) Trade secrets as defined in s. 688.002 which are not pertinent to public hazards shall be protected pursuant to chapter 688.

(7)(6) Any substantially affected person, including, but not limited to, representatives of news media, has standing to contest an order, judgment, agreement, or contract that violates this section. A person may contest an order, judgment, agreement, or contract that violates this section by motion in the court that entered the order or judgment, or by bringing a declaratory judgment action pursuant to chapter 86.

(8)(7) Upon motion and good cause shown by a party attempting to prevent disclosure of information or materials that which have not previously been disclosed, including, but

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2 the disputed information or materials in camera. If the court finds that the information or materials or portions thereof 3 consist of information concerning a public hazard or 4 information that which may be useful to members of the public 5 in protecting themselves from injury that which may result 7 from a public hazard, the court shall allow disclosure of the 8 information or materials. If allowing disclosure, the court shall allow disclosure of only that portion of the information 9 10 or materials necessary or useful to the public regarding the public hazard. 11 12 (9)(a) A court may not recognize or approve a 13 confidentiality agreement absent a particularized showing 14 that: 1. Secrecy is in the public interest; 15 The proponent has a cognizable interest in the 16 17 material, i.e., the material contains trade secrets as defined 18 in s. 688.002(4), contains privileged information, or is otherwise protected by law from disclosure; and 19 20 3. Disclosure would cause serious harm that outweighs 21 the public interest in disclosure of the information. 22 (b) Any portion of an agreement or contract entered 23 into to settle or resolve a civil cause of action or potential cause of action which purports to restrict the right of a 2.4 person to disclose a matter relating to the action or 2.5 potential action is void, is contrary to public policy, and 26 27 may not be enforced.

not limited to, alleged trade secrets, the court shall examine

This subsection does not prohibit confidentiality as to the

amount of a settlement and does not invalidate any other

provisions of a settlement.

(10)(8)(a) Any portion of an agreement or contract which has the purpose or effect of concealing information relating to the settlement or resolution of any claim or action against the state, its agencies, or subdivisions or against any municipality or constitutionally created body or commission is void, is contrary to public policy, and may not be enforced. Any person has standing to contest an order, judgment, agreement, or contract that violates this section. A person may contest an order, judgment, agreement, or contract that violates this subsection by motion in the court that entered such order or judgment, or by bringing a declaratory judgment action pursuant to chapter 86.

- (b) Any person having custody of any document, record, contract, or agreement relating to any settlement as set forth in this section shall maintain said public records in compliance with chapter 119.
- (c) Failure of any custodian to disclose and provide any document, record, contract, or agreement as set forth in this section shall be subject to the sanctions as set forth in chapter 119.

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This subsection does not apply to trade secrets protected pursuant to chapter 688, proprietary confidential business information, or other information that is confidential under state or federal law.

(11)(9) A governmental entity, except a municipality or county, that settles a claim in tort which requires the expenditure of public funds in excess of \$5,000, shall provide notice, in accordance with the provisions of chapter 50, of such settlement, in the county in which the claim arose, within 60 days of entering into such settlement; provided that

no notice shall be required if the settlement has been approved by a court of competent jurisdiction. Section 2. This act shall take effect July 1, 2006, and applies to agreements or contracts entered into on or after that date. ********** SENATE SUMMARY Provides that it is the policy of the state that confidentiality agreements are unenforceable unless approved by the court. Revises the definition of the term "public hazard." Prohibits a court from recognizing a confidentiality agreement absent a showing of certain elements. Provides that an agreement to settle a civil cause of action or potential cause of action which restricts the right of a person to disclose a matter relating to the action is void and unenforceable.