1 A bill to be entitled 2 An act relating to public records; creating s. 688.01, 3 F.S.; providing definitions; providing an exemption 4 from public record requirements for a trade secret 5 held by an agency; providing notice requirements; 6 providing an exception to the exemption; providing 7 that an agency employee is not liable for the release 8 of records in compliance with the act; providing 9 applicability; providing for future legislative review 10 and repeal of the exemption; amending ss. 688.001 and 688.006, F.S.; conforming cross-references; providing 11 12 a statement of public necessity; providing a 13 contingent effective date. 14 Be It Enacted by the Legislature of the State of Florida: 15 16 Section 1. Section 688.01, Florida Statutes, is created to 17 18 read: 19 688.01 Trade secret exemption from inspecting or copying 20 public records.-21 DEFINITIONS.—As used in this section, the term: "Agency" has the same meaning as in s. 119.011. 22 (a) (b) "Trade secret" has the same meaning as in s. 688.002, 23 24 except that the term does not include the following information 25 related to any contract or agreement, or an addendum thereto,

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with an agency:

- $\underline{\mbox{1.}}$ The parties to the contract or agreement, or an addendum thereto.
- 2. The amount of money paid, any payment structure or plan, expenditures, incentives, bonuses, fees, or penalties.
- 3. The nature or type of commodities or services purchased.
 - 4. Applicable contract unit prices and deliverables.
- (2) PUBLIC RECORD EXEMPTION.—A trade secret held by an agency is confidential and exempt from s. 119.07(1) and s. 24(a), Art. I of the State Constitution.
 - (3) SUBMISSION OF TRADE SECRET TO AN AGENCY.-
- (a) If a person who submits records to an agency claims that such submission contains a trade secret, such person shall submit to the agency a notice of trade secret when such records are submitted to the agency. Failure to submit such notice constitutes a waiver of any claim by such person that the record contains a trade secret. The notice must provide the name, telephone number, and mailing address of the person claiming the record contains a trade secret. Such person is responsible for updating his or her contact information with the agency.
- (b) Each page of a record or specific portion of a record that contains a trade secret must be clearly marked with the words "trade secret."

50	(c) In submitting a notice of trade secret to the agency,
51	the submitting party shall verify to the agency through a
52	written declaration in the manner provided in s. 92.525 the
53	following:
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55	[I have/my company has] read the definition of a
56	trade secret in s. 688.01, Florida Statutes, and [I
57	believe/my company believes] the information contained in
58	this record is a trade secret as defined in s. 688.01, Florida
59	Statutes.
60	[I have/my company has] taken measures to prevent the
61	disclosure of the record or specific portion of a record claimed
62	to be a trade secret to anyone other than those who have been
63	selected to have access for limited purposes, and [I
64	intend/my company intends] to continue to take such measures.
65	The record or specific portion of a record claimed to be a
66	trade secret is not, and has not been, reasonably obtainable
67	without [my/our] consent by other persons by use of
68	legitimate means.
69	The record or specific portion of a record claimed to be a
70	trade secret is not publicly available elsewhere.
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72	(4) AGENCY ACCESS.—An agency may disclose a trade secret,

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employee of another agency or governmental entity whose use of

together with the notice of trade secret, to an officer or

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the trade secret is within the scope of his or her lawful duties and responsibilities.

- (5) LIABILITY.—An agency employee who, while acting in good faith and in the performance of his or her duties, releases a record containing a trade secret pursuant to this act is not liable, civilly or criminally, for such release.
- (6) APPLICABILITY.—This section does not apply to research institutes created or established in law, divisions of sponsored research at state universities, or technology transfer centers at Florida College System institutions.
- (7) OPEN GOVERNMENT SUNSET REVIEW.—This section is subject to the Open Government Sunset Review Act in accordance with s.

 119.15 and shall stand repealed on October 2, 2024, unless reviewed and saved from repeal through reenactment by the Legislature.
- Section 2. Section 688.001, Florida Statutes, is amended to read:
- 688.001 Short title.—Sections 688.001-688.01 Sections
 688.001-688.009 may be cited as the "Uniform Trade Secrets Act."
 Section 3. Section 688.006, Florida Statutes, is amended to read:
- 688.006 Preservation of secrecy.—In an action under <u>ss.</u> $\underline{688.001-688.01}$ <u>ss. 688.001-688.009</u>, a court shall preserve the secrecy of an alleged trade secret by reasonable means, which may include granting protective orders in connection with

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discovery proceedings, holding in camera hearings, sealing the records of the action, and ordering any person involved in the litigation not to disclose an alleged trade secret without prior court approval.

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Section 4. The Legislature finds that it is a public necessity that trade secrets held by an agency be made confidential and exempt from s. 119.07(1), Florida Statutes, and s. 24(a), Article I of the State Constitution. The Legislature recognizes that an agency may create trade secret information in furtherance of the agency's duties and responsibilities and that disclosure of such information would be detrimental to the effective and efficient operation of the agency. If such trade secret information were made available to the public, the agency could suffer great economic harm. In addition, the Legislature recognizes that in many instances, individuals and businesses provide trade secret information for regulatory or other purposes to an agency and that disclosure of such information to competitors of those businesses would be detrimental to the businesses. Without the public record exemption, those entities would hesitate to cooperate with an agency, which would impair the effective and efficient administration of governmental functions. As such, the Legislature's intent is to protect trade secret information of a confidential nature that includes a formula, pattern, compilation, program, device, method, technique, or process used that derives independent economic

value, actual or potential, from not being generally known to, and not being readily ascertainable by proper means by, other persons who can obtain economic value from its disclosure or use. Therefore, the Legislature finds that the need to protect trade secrets is sufficiently compelling to override this state's public policy of open government and that the protection of such information cannot be accomplished without this exemption.

Section 5. This act shall take effect on the same date that HB 759 or similar legislation takes effect, if such legislation is adopted in the same legislative session or an extension thereof and becomes a law.

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