SENATE BILL 5437

State of Washington60th Legislature2007 Regular SessionBy Senators Pflug, Swecker and Kauffman; by request of Attorney General

Read first time 01/19/2007. Referred to Committee on Government Operations & Elections.

AN ACT Relating to making adjustments to the recodification of the public records act; amending RCW 42.56.010 and 42.56.030; reenacting and amending RCW 42.56.270, 42.56.270, and 42.56.400; providing an effective date; and providing an expiration date.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

6 **Sec. 1.** RCW 42.56.010 and 2005 c 274 s 101 are each amended to 7 read as follows:

8 The definitions in ((RCW 42.17.020)) <u>this section</u> apply throughout 9 this chapter <u>unless the context clearly requires otherwise</u>. <u>As used in</u> 10 <u>this chapter, the singular shall take the plural and any gender, the</u> 11 <u>other, as the context requires.</u>

12 (1) "Agency" includes all state agencies and all local agencies.
13 "State agency" includes every state office, department, division,
14 bureau, board, commission, or other state agency. "Local agency"
15 includes every county, city, town, municipal corporation, quasi16 municipal corporation, or special purpose district, or any office,
17 department, division, bureau, board, commission, or agency thereof, or

18 <u>other local public agency.</u>

1 (2) "Person" includes an individual, partnership, joint venture, 2 public or private corporation, association, federal, state, or local 3 governmental entity or agency however constituted, candidate, 4 committee, political committee, political party, executive committee 5 thereof, or any other organization or group of persons, however 6 organized.

7 (3) "Public record" includes any writing containing information relating to the conduct of government or the performance of any 8 governmental or proprietary function prepared, owned, used, or retained 9 10 by any state or local agency regardless of physical form or characteristics. For the office of the secretary of the senate and the 11 12 office of the chief clerk of the house of representatives, public 13 records means legislative records as defined in RCW 40.14.100 and also 14 means the following: All budget and financial records; personnel leave, travel, and payroll records; records of legislative sessions; 15 reports submitted to the legislature; and any other record designated 16 17 a public record by any official action of the senate or the house of representatives. 18

19 (4) "State office" means state legislative office or the office of 20 governor, lieutenant governor, secretary of state, attorney general, 21 commissioner of public lands, insurance commissioner, superintendent of 22 public instruction, state auditor, or state treasurer.

(5) "Writing" means handwriting, typewriting, printing, 23 24 photostating, photographing, and every other means of recording any 25 form of communication or representation including, but not limited to, letters, words, pictures, sounds, or symbols, or combination thereof, 26 and all papers, maps, magnetic or paper tapes, photographic films and 27 prints, motion picture, film and video recordings, magnetic or punched 28 cards, discs, drums, diskettes, sound recordings, and other documents 29 including existing data compilations from which information may be 30 obtained or translated. 31

32 **Sec. 2.** RCW 42.56.030 and 2005 c 274 s 283 are each amended to 33 read as follows:

The people of this state do not yield their sovereignty to the agencies that serve them. The people, in delegating authority, do not give their public servants the right to decide what is good for the people to know and what is not good for them to know. The people

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insist on remaining informed so that they may maintain control over the instruments that they have created. This chapter shall be liberally construed and its exemptions narrowly construed to promote this public policy and to assure that the public interest will be fully protected. In the event of conflict between the provisions of this chapter and any other act, the provisions of this chapter shall govern.

Sec. 3. RCW 42.56.270 and 2006 c 369 s 2, 2006 c 341 s 6, 2006 c 338 s 5, 2006 c 302 s 12, 2006 c 209 s 7, 2006 c 183 s 37, and 2006 c 171 s 8 are each reenacted and amended to read as follows:

10 The following financial, commercial, and proprietary information is 11 exempt from disclosure under this chapter:

(1) Valuable formulae, designs, drawings, computer source code or object code, and research data obtained by any agency within five years of the request for disclosure when disclosure would produce private gain and public loss;

16 (2) Financial information supplied by or on behalf of a person, 17 firm, or corporation for the purpose of qualifying to submit a bid or 18 proposal for (a) a ferry system construction or repair contract as 19 required by RCW 47.60.680 through 47.60.750 or (b) highway construction 20 or improvement as required by RCW 47.28.070;

(3) Financial and commercial information and records supplied by private persons pertaining to export services provided under chapters 43.163 and 53.31 RCW, and by persons pertaining to export projects under RCW 43.23.035;

(4) Financial and commercial information and records supplied by
businesses or individuals during application for loans or program
services provided by chapters 15.110, 43.163, 43.160, 43.330, and
43.168 RCW, or during application for economic development loans or
program services provided by any local agency;

30 (5) Financial information, business plans, examination reports, and 31 any information produced or obtained in evaluating or examining a 32 business and industrial development corporation organized or seeking 33 certification under chapter 31.24 RCW;

(6) Financial and commercial information supplied to the state
 investment board by any person when the information relates to the
 investment of public trust or retirement funds and when disclosure

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would result in loss to such funds or in private loss to the providers
 of this information;

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(7) Financial and valuable trade information under RCW 51.36.120;

4 (8) Financial, commercial, operations, and technical and research
5 information and data submitted to or obtained by the clean Washington
6 center in applications for, or delivery of, program services under
7 chapter 70.95H RCW;

8 (9) Financial and commercial information requested by the public 9 stadium authority from any person or organization that leases or uses 10 the stadium and exhibition center as defined in RCW 36.102.010;

(10)(a) Financial information, including but not limited to account numbers and values, and other identification numbers supplied by or on behalf of a person, firm, corporation, limited liability company, partnership, or other entity related to an application for a horse racing license submitted pursuant to RCW 67.16.260(1)(b), liquor license, gambling license, or lottery retail license;

(b) Financial or proprietary information supplied to the liquor control board including the amount of beer or wine sold by a domestic winery, brewery, microbrewery, or certificate of approval holder under RCW 66.24.206(1) or 66.24.270(2)(a) and including the amount of beer or wine purchased by a retail licensee in connection with a retail licensee's obligation under RCW 66.24.210 or 66.24.290, for receipt of shipments of beer or wine.

(11) Proprietary data, trade secrets, or other information that relates to: (a) A vendor's unique methods of conducting business; (b) data unique to the product or services of the vendor; or (c) determining prices or rates to be charged for services, submitted by any vendor to the department of social and health services for purposes of the development, acquisition, or implementation of state purchased health care as defined in RCW 41.05.011;

31 (12)(a) When supplied to and in the records of the department of 32 community, trade, and economic development:

(i) Financial and proprietary information collected from any person
 and provided to the department of community, trade, and economic
 development pursuant to RCW 43.330.050(8) and 43.330.080(4); and

(ii) Financial or proprietary information collected from any person
 and provided to the department of community, trade, and economic
 development or the office of the governor in connection with the

siting, recruitment, expansion, retention, or relocation of that person's business and until a siting decision is made, identifying information of any person supplying information under this subsection and the locations being considered for siting, relocation, or expansion of a business;

6 (b) When developed by the department of community, trade, and 7 economic development based on information as described in (a)(i) of 8 this subsection, any work product is not exempt from disclosure;

9 (c) For the purposes of this subsection, "siting decision" means 10 the decision to acquire or not to acquire a site;

(d) If there is no written contact for a period of sixty days to the department of community, trade, and economic development from a person connected with siting, recruitment, expansion, retention, or relocation of that person's business, information described in (a)(ii) of this subsection will be available to the public under this chapter; (13) Financial and proprietary information submitted to or obtained by the department of ecology or the authority created under chapter

(14) Financial, commercial, operations, and technical and research information and data submitted to or obtained by the life sciences discovery fund authority in applications for, or delivery of, grants under chapter 43.350 RCW, to the extent that such information, if revealed, would reasonably be expected to result in private loss to the providers of this information;

70.95N RCW to implement chapter 70.95N RCW;

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(15) Financial and commercial information provided as evidence to the department of licensing as required by RCW 19.112.110 or 19.112.120, except information disclosed in aggregate form that does not permit the identification of information related to individual fuel licensees;

30 (16) Any production records, mineral assessments, and trade secrets 31 submitted by a permit holder, mine operator, or landowner to the 32 department of natural resources under RCW 78.44.085; ((and))

33 (17)(a) Farm plans developed by conservation districts, unless 34 permission to release the farm plan is granted by the landowner or 35 operator who requested the plan, or the farm plan is used for the 36 application or issuance of a permit((-));

37 (b) Farm plans developed under chapter 90.48 RCW and not under the

- 1 federal clean water act, 33 U.S.C. Sec. 1251 are subject to RCW
 2 42.56.610 and 90.64.190; and
- 3 (18) Information gathered under chapter 19.85 RCW or RCW 34.05.328
 4 that can be identified to a particular business.

5 Sec. 4. RCW 42.56.270 and 2006 c 369 s 2, 2006 c 341 s 6, 2006 c 338 s 5, 2006 c 209 s 7, 2006 c 183 s 37, and 2006 c 171 s 8 are each 7 reenacted and amended to read as follows:

8 The following financial, commercial, and proprietary information is 9 exempt from disclosure under this chapter:

10 (1) Valuable formulae, designs, drawings, computer source code or 11 object code, and research data obtained by any agency within five years 12 of the request for disclosure when disclosure would produce private 13 gain and public loss;

14 (2) Financial information supplied by or on behalf of a person, 15 firm, or corporation for the purpose of qualifying to submit a bid or 16 proposal for (a) a ferry system construction or repair contract as 17 required by RCW 47.60.680 through 47.60.750 or (b) highway construction 18 or improvement as required by RCW 47.28.070;

19 (3) Financial and commercial information and records supplied by 20 private persons pertaining to export services provided under chapters 21 43.163 and 53.31 RCW, and by persons pertaining to export projects 22 under RCW 43.23.035;

(4) Financial and commercial information and records supplied by businesses or individuals during application for loans or program services provided by chapters 15.110, 43.163, 43.160, 43.330, and 43.168 RCW, or during application for economic development loans or program services provided by any local agency;

(5) Financial information, business plans, examination reports, and any information produced or obtained in evaluating or examining a business and industrial development corporation organized or seeking certification under chapter 31.24 RCW;

32 (6) Financial and commercial information supplied to the state 33 investment board by any person when the information relates to the 34 investment of public trust or retirement funds and when disclosure 35 would result in loss to such funds or in private loss to the providers 36 of this information;

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(7) Financial and valuable trade information under RCW 51.36.120;

(8) Financial, commercial, operations, and technical and research
 information and data submitted to or obtained by the clean Washington
 center in applications for, or delivery of, program services under
 chapter 70.95H RCW;

5 (9) Financial and commercial information requested by the public 6 stadium authority from any person or organization that leases or uses 7 the stadium and exhibition center as defined in RCW 36.102.010;

8 (10) Financial information, including but not limited to account 9 numbers and values, and other identification numbers supplied by or on 10 behalf of a person, firm, corporation, limited liability company, 11 partnership, or other entity related to an application for a horse 12 racing license submitted pursuant to RCW 67.16.260(1)(b), liquor 13 license, gambling license, or lottery retail license;

(11) Proprietary data, trade secrets, or other information that relates to: (a) A vendor's unique methods of conducting business; (b) data unique to the product or services of the vendor; or (c) determining prices or rates to be charged for services, submitted by any vendor to the department of social and health services for purposes of the development, acquisition, or implementation of state purchased health care as defined in RCW 41.05.011;

21 (12)(a) When supplied to and in the records of the department of 22 community, trade, and economic development:

(i) Financial and proprietary information collected from any person
and provided to the department of community, trade, and economic
development pursuant to RCW 43.330.050(8) and 43.330.080(4); and

(ii) Financial or proprietary information collected from any person 26 27 and provided to the department of community, trade, and economic development or the office of the governor in connection with the 28 siting, recruitment, expansion, retention, or relocation of that 29 person's business and until a siting decision is made, identifying 30 31 information of any person supplying information under this subsection 32 and the locations being considered for siting, relocation, or expansion of a business; 33

(b) When developed by the department of community, trade, and
 economic development based on information as described in (a)(i) of
 this subsection, any work product is not exempt from disclosure;

37 (c) For the purposes of this subsection, "siting decision" means38 the decision to acquire or not to acquire a site;

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(d) If there is no written contact for a period of sixty days to 1 2 the department of community, trade, and economic development from a person connected with siting, recruitment, expansion, retention, or 3 relocation of that person's business, information described in (a)(ii) 4 5 of this subsection will be available to the public under this chapter; (13) Financial and proprietary information submitted to or obtained 6 7 by the department of ecology or the authority created under chapter 70.95N RCW to implement chapter 70.95N RCW; 8

9 (14) Financial, commercial, operations, and technical and research 10 information and data submitted to or obtained by the life sciences 11 discovery fund authority in applications for, or delivery of, grants 12 under chapter 43.350 RCW, to the extent that such information, if 13 revealed, would reasonably be expected to result in private loss to the 14 providers of this information;

(15) Financial and commercial information provided as evidence to the department of licensing as required by RCW 19.112.110 or 19.112.120, except information disclosed in aggregate form that does not permit the identification of information related to individual fuel licensees;

(16) Any production records, mineral assessments, and trade secrets submitted by a permit holder, mine operator, or landowner to the department of natural resources under RCW 78.44.085; ((and))

23 (17)(a) Farm plans developed by conservation districts, unless 24 permission to release the farm plan is granted by the landowner or 25 operator who requested the plan, or the farm plan is used for the 26 application or issuance of a permit((-)):

(b) Farm plans developed under chapter 90.48 RCW and not under the federal clean water act, 33 U.S.C. Sec. 1251 et seq., are subject to RCW 42.56.610 and 90.64.190; and

30 (18) Information gathered under chapter 19.85 RCW or RCW 34.05.328
 31 that can be identified to a particular business.

32 **Sec. 5.** RCW 42.56.400 and 2006 c 284 s 17 and 2006 c 8 s 210 are 33 each reenacted and amended to read as follows:

The following information relating to insurance and financial institutions is exempt from disclosure under this chapter:

36 (1) Records maintained by the board of industrial insurance appeals

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1 that are related to appeals of crime victims' compensation claims filed 2 with the board under RCW 7.68.110;

3 (2) Information obtained and exempted or withheld from public 4 inspection by the health care authority under RCW 41.05.026, whether 5 retained by the authority, transferred to another state purchased 6 health care program by the authority, or transferred by the authority 7 to a technical review committee created to facilitate the development, 8 acquisition, or implementation of state purchased health care under 9 chapter 41.05 RCW;

10 (3) The names and individual identification data of all viators 11 regulated by the insurance commissioner under chapter 48.102 RCW;

12 (4) Information provided under RCW 48.30A.045 through 48.30A.060;

(5) Information provided under RCW 48.05.510 through 48.05.535,
48.43.200 through 48.43.225, 48.44.530 through 48.44.555, and 48.46.600
through 48.46.625;

16 (6) ((Information gathered under chapter 19.85 RCW or RCW 34.05.328 17 that can be identified to a particular business;

18 (7)) Examination reports and information obtained by the 19 department of financial institutions from banks under RCW 30.04.075, 20 from savings banks under RCW 32.04.220, from savings and loan 21 associations under RCW 33.04.110, from credit unions under RCW 22 31.12.565, from check cashers and sellers under RCW 31.45.030(3), and 23 from securities brokers and investment advisers under RCW 21.20.100, 24 all of which is confidential and privileged information;

25 (((8))) <u>(7)</u> Information provided to the insurance commissioner 26 under RCW 48.110.040(3);

27 (((+9))) (8) Documents, materials, or information obtained by the 28 insurance commissioner under RCW 48.02.065, all of which are 29 confidential and privileged;

30 (((10))) <u>(9)</u> Confidential proprietary and trade secret information 31 provided to the commissioner under RCW 48.31C.020 through 48.31C.050 32 and 48.31C.070;

33 (((11))) (10) Data filed under RCW 48.140.020, 48.140.030, 34 48.140.050, and 7.70.140 that, alone or in combination with any other 35 data, may reveal the identity of a claimant, health care provider, 36 health care facility, insuring entity, or self-insurer involved in a 37 particular claim or a collection of claims. For the purposes of this 38 subsection:

(a) "Claimant" has the same meaning as in RCW 48.140.010(2). 1 2 (b) "Health care facility" has the same meaning as in RCW 48.140.010(6). 3 (c) "Health care provider" has the same meaning as in RCW 4 48.140.010(7). 5 (d) "Insuring entity" has the same meaning as in RCW 48.140.010(8). 6 7 (e) "Self-insurer" has the same meaning as in RCW 48.140.010(11); 8 and ((((12))) (11) Documents, materials, or information obtained by the 9 insurance commissioner under RCW 48.135.060. 10 <u>NEW SECTION.</u> Sec. 6. Section 3 of this act expires June 30, 2008. 11 12 NEW SECTION. Sec. 7. Section 4 of this act takes effect June 30,

13 2008.

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