## ENGROSSED SENATE BILL 5886

State of Washington61st Legislature2009 Regular SessionBy Senator KlineRead first time 02/05/09.Referred to Committee on Judiciary.

1 AN ACT Relating to legal proceedings involving public hazards; 2 amending RCW 4.24.611 and 4.24.601; and creating a new section.

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

NEW SECTION. Sec. 1. The legislature finds that an informed 4 5 public is better able to protect itself against risk of loss from public hazards and that, to have an informed public: (1) Access to 6 7 reasonable information regarding public hazards is required; and (2) 8 courts should not be used to shield information necessary to protect the safety of the public. The legislature further finds that the 9 10 marketplace works most efficiently when competition is based on consumers being able to make fully informed choices about items placed 11 12 in the stream of commerce. Therefore, the legislature intends there to 13 be a presumption against the sealing of court documents relative to 14 public hazards as defined in this act.

15 Sec. 2. RCW 4.24.611 and 1994 c 42 s 2 are each amended to read as 16 follows:

17 As used in RCW 4.24.601 and this section:

(1)(a) "Product liability/hazardous substance claim" means a claim for damages for personal injury, wrongful death, or property damage caused by a ((product-or-hazardous-or-toxic-substances,-that-is-an alleged-hazard-to-the-public-and-that-presents-an-alleged-risk-of similar injury to other members of the public)) public hazard.

6 (b) "Confidentiality provision" means any terms in a court order or 7 a private agreement settling, concluding, or terminating a product 8 liability/hazardous substance claim, that limit the possession, 9 disclosure, or dissemination of information about ((an alleged hazard 10 to the public)) a public hazard, whether those terms are integrated in 11 the order or private agreement or written separately.

12 (c) "Members of the public" includes any individual, group of 13 individuals, partnership, corporation, or association.

(d) "Public hazard" means a condition of a product that has caused,
or can be reasonably expected to cause death or serious bodily harm or
other serious harm to a person unaware of the condition.

17 (2) Except as provided in subsection (4) of this section, members 18 of the public have a right to information necessary for a lay member of 19 the public to understand the nature, source, and extent of the risk 20 from alleged hazards to the public.

(3) Except as provided in subsection (4) of this section, members of the public have a right to the protection of trade secrets as defined in RCW 19.108.010, other confidential research, development, or commercial information concerning products or business methods.

(4)(a) Nothing in this chapter shall limit the issuance of any protective or discovery orders during the course of litigation pursuant to court rules. <u>At the conclusion of the litigation, the court shall</u> <u>review all discovery or protective orders issued during litigation for</u> <u>compliance with this section.</u>

(b) Confidentiality provisions may be entered into or ordered or 30 31 enforced by the court only if the court finds, based on the evidence, 32 that the confidentiality provision ((is in the public interest)) does not conceal the existence of a public hazard. In determining ((the 33 public interest)) whether to allow a confidentiality provision to be 34 entered, the court shall balance the right of the public to information 35 36 regarding the alleged risk to the public from the product or substance 37 as provided in subsection (2) of this section against the right of the 1 public to protect the confidentiality of information as provided in 2 subsection (3) of this section.

3 (c) No agreement between parties involving the final resolution of 4 a case in litigation involving a public hazard may require a party to 5 agree to withhold or remain silent on information regarding a public 6 hazard as a condition of achieving a settlement of the litigation.

7 (5)(a) Any confidentiality provisions that are not adopted 8 consistent with the provisions of this section are voidable by the 9 court.

10 (b) Any confidentiality provisions that are determined to be void 11 are severable from the remainder of the order or agreement 12 notwithstanding any provision to the contrary and the remainder of the 13 order or agreement shall remain in force.

(c) Nothing in RCW 4.24.601 and this section prevents the court
from denying the request for confidentiality provisions under other law
nor limits the scope of discovery pursuant to applicable court rules.

17 (6) In cases of third party actions challenging confidentiality 18 provisions in orders or agreements, the court has discretion to award 19 to the prevailing party actual damages, costs, reasonable attorneys' 20 fees, and such other terms as the court deems just.

21 (7) ((The following acts or parts of acts are each repealed on May 22 1, 1994:

23 (a) RCW 4.24.600 and 1993 c 17 § 1;

24 (b) RCW 4.24.610 and 1993 c 17 § 2;

25 (c) RCW 4.24.620 and 1993 c 17 § 3;

26 (d) RCW 4.16.380 and 1993 c 17 § 5; and

27 (e) 1993 c 17 § 4 (uncodified).)) Except for monetary damage claims 28 reduced to final judgment by a superior court, this section applies to 29 all causes of action that exist on or after July 1, 2009.

30 **Sec. 3.** RCW 4.24.601 and 1994 c 42 s 1 are each amended to read as 31 follows:

The legislature finds that public health and safety is promoted when the public has knowledge that enables members of the public to make informed choices about risks to their health and safety. Therefore, the legislature declares as a matter of public policy that the public has a right to information necessary to protect members of the public from harm caused by ((alleged-hazards-to-the)) <u>a</u> public <u>hazard</u>. The legislature also recognizes that protection of trade secrets, other confidential research, development, or commercial information concerning products or business methods promotes business activity and prevents unfair competition. Therefore, the legislature declares it a matter of public policy that the confidentiality of such information be protected and its unnecessary disclosure be prevented.

--- END ---