House

Florida Senate - 2021 Bill No. CS for HB 1055

LEGISLATIVE ACTION

| Senate | • |
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| Comm: WD | • |
| 04/21/2021 | • |
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The Committee on Rules (Baxley) recommended the following: Senate Amendment (with title amendment) Delete everything after the enacting clause and insert: Section 1. Section 119.0715, Florida Statutes, is created to read: <u>119.0715 Trade secrets held by an agency.-</u> <u>(1) "Trade secret" has the same meaning as in s. 688.002.</u> <u>(2) PUBLIC RECORD EXEMPTION.-A trade secret held by an</u> <u>agency is confidential and exempt from s. 119.07(1) and s.</u> 24(a), Art. I of the State Constitution.

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| 12 | (3) SUBMISSION OF TRADE SECRET TO AN AGENCY | |
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| 13 | (a) If a person who submits records to an agency claims | |
| 14 | that such submission contains a trade secret, such person shall | |
| 15 | submit to the agency a notice of trade secret at the time he or | |
| 16 | she submits such records to the agency. Failure to do so | |
| 17 | constitutes a waiver of any claim by such person that the record | |
| 18 | contains a trade secret. The notice must provide the name, | |
| 19 | telephone number, and mailing address of the person claiming the | |
| 20 | record contains a trade secret, and a specific description of | |
| 21 | the information contained in the record claimed to be a trade | |
| 22 | secret. Such person is responsible for updating his or her | |
| 23 | contact information with the agency. | |
| 24 | (b) Duty to Mark. | |
| 25 | 1. Each page of a record or specific portion of a record | |
| 26 | that contains a trade secret must be clearly marked with the | |
| 27 | words "trade secret." | |
| 28 | 2. For voluminous records or records in electronic data | |
| 29 | format which prohibit or make page by page marking unduly | |
| 30 | burdensome, the initial page of such record must be clearly | |
| 31 | marked with the words "trade secret." | |
| 32 | (c) When submitting a notice of trade secret to the agency, | |
| 33 | the submitting party must verify to the agency through a written | |
| 34 | declaration in the manner provided in s. 92.525 the following: | |
| 35 | | |
| 36 | [I have/my company has] read the definition of a | |
| 37 | trade secret in s. 688.002, Florida Statutes, and [I | |
| 38 | believe/my company believes] the information contained in | |
| 39 | this record is a trade secret as defined in s. 688.002, Florida | |
| 40 | Statutes. | |

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| 41 | [I have/my company has] taken measures to prevent the | |
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| 42 | disclosure of the record or specific portion of the record | |
| 43 | claimed to be a trade secret to anyone other than those who have | |
| 44 | been selected to have access for limited purposes, and [I | |
| 45 | intend/my company intends] to continue to take such measures. | |
| 46 | The record or specific portion of the record claimed to be | |
| 47 | a trade secret is not, and has not been, reasonably obtainable | |
| 48 | without [my/our] consent by other persons by use of | |
| 49 | legitimate means. | |
| 50 | The record or specific portion of the record claimed to be | |
| 51 | a trade secret is not publicly available elsewhere. | |
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| 53 | (4) AGENCY ACCESS.—An agency may disclose a trade secret, | |
| 54 | together with the notice of trade secret, to an officer or | |
| 55 | employee of another agency or governmental entity whose use of | |
| 56 | the trade secret is within the scope of his or her lawful duties | |
| 57 | and responsibilities. | |
| 58 | (5) LIABILITY.—An agency employee who, while acting in good | |
| 59 | faith and in the performance of his or her duties, releases a | |
| 60 | record containing a trade secret pursuant to this act is not | |
| 61 | liable, civilly or criminally, for such release. | |
| 62 | (6) OPEN GOVERNMENT SUNSET REVIEWThis section is subject | |
| 63 | to the Open Government Sunset Review Act in accordance with s. | |
| 64 | 119.15 and shall stand repealed on October 2, 2026, unless | |
| 65 | reviewed and saved from repeal through reenactment by the | |
| 66 | Legislature. | |
| 67 | Section 2. The Legislature finds that it is a public | |
| 68 | necessity that trade secrets held by an agency be made | |
| 69 | confidential and exempt from s. 119.07(1), Florida Statutes, and | |
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70 s. 24(a), Article I of the State Constitution. The Legislature 71 recognizes that an agency may create trade secret information in 72 furtherance of the agency's duties and responsibilities and that 73 disclosure of such information would be detrimental to the 74 effective and efficient operation of the agency. If such trade 75 secret information were made available to the public, the agency 76 could suffer great economic harm. In addition, the Legislature 77 recognizes that in many instances, individuals and businesses 78 provide trade secret information for regulatory or other 79 purposes to an agency and that disclosure of such information to 80 competitors of those businesses would be detrimental to the 81 businesses. Without the public record exemption, those entities 82 would hesitate to cooperate with an agency, which would impair 83 the effective and efficient administration of governmental 84 functions. As such, the Legislature's intent is to protect trade 85 secret information of a confidential nature that includes a formula, pattern, compilation, program, device, method, 86 87 technique, or process used that derives independent economic 88 value, actual or potential, from not being generally known to, 89 and not being readily ascertainable by proper means by, other 90 persons who can obtain economic value from its disclosure or 91 use. Therefore, the Legislature finds that the need to protect 92 trade secrets is sufficiently compelling to override this state's public policy of open government and that the protection 93 94 of such information cannot be accomplished without this 95 exemption. 96 Section 3. This act shall take effect upon becoming a law. 97 98



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| 99 | And the title is amended as follows: |
| 100 | Delete everything before the enacting clause |
| 101 | and insert: |
| 102 | A bill to be entitled |
| 103 | An act relating to public records; amending s. |
| 104 | 119.011, F.S.; providing a definition for "trade |
| 105 | secret"; creating s. 119.0715, F.S.; providing an |
| 106 | exemption from public records requirements for a trade |
| 107 | secret held by an agency; providing notice |
| 108 | requirements; providing marking requirements; |
| 109 | providing an exception to the marking requirements; |
| 110 | providing an exception to the exemption; providing |
| 111 | that an agency employee is not liable for the release |
| 112 | of certain records; providing for future legislative |
| 113 | review and repeal of the exemption; providing a |
| 114 | statement of public necessity; providing an effective |
| 115 | date. |