GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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SENATE BILL 456

Short Title: Improve Public Records Law.

(Public)

Sponsors: Senator Soles.

Referred to: Judiciary II.

March 16, 1989

A BILL TO BE ENTITLED

2	AN	ACT	ТО	AMEND	AND	IMPROVE	THE	NORTH	CAROLINA	PUBLIC
3	F	RECOF	RDS I	LAW.						

4 The General Assembly of North Carolina enacts:

5 Section 1. Chapter 132 of the General Statutes is amended by adding the 6 following new section:

7 "<u>§ 132-12.2. Settlements made by or on behalf of public agencies, public officials,</u>
 8 or public employees; public records.

Public records, as defined in G.S. 132-1, shall include all settlement 9 (a) documents in any suit, administrative proceeding or arbitration instituted against any 10 agency of North Carolina government or its subdivisions, as defined in G.S. 132-1, in 11 connection with or arising out of such agency's official actions, duties or 12 responsibilities. No agency of North Carolina government or its subdivisions, nor any 13 counsel, insurance company or other representative acting on behalf of such agency, 14 shall approve, accept or enter into any settlement of any such suit, arbitration or 15 proceeding if the settlement provides that its terms and conditions shall be confidential. 16 No settlement document sealed under subsection (b) of this section shall be open for 17 public inspection. 18 19 No judge, administrative judge or administrative hearing officer of this State (b) or board or commission, nor any arbitrator appointed pursuant to the laws of North 20 Carolina, shall order or permit the sealing of any settlement document in any proceeding 21 described herein except on the basis of a written order concluding that (1) the 22 presumption of openness is overcome by an overriding interest and (2) that such 23

24 overriding interest cannot be protected by any measure short of sealing the settlement.

- 1 Such order shall articulate the overriding interest and shall include findings of fact that
- are sufficiently specific to permit a reviewing court to determine whether the order was
 proper_
- 4 (c) Except for confidential communications as provided in G.S. 132-1.1, the term
- 5 'settlement documents,' as used herein, shall include all documents which reflect, or
- 6 which are made or utilized in connection with, the terms and conditions upon which any
- 7 proceedings described in this section are compromised, settled, terminated or dismissed,
- 8 including but not limited to correspondence, settlement agreements, consent orders,
- 9 checks, and bank drafts."
- 10
- Sec. 2. This act shall become effective July 1, 1989.