LC004883

2020 -- S 2558

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2020

AN ACT

RELATING TO COURTS AND CIVIL PROCEDURE - PROCEDURE GENERALLY - NONDISCLOSURE AGREEMENTS

Introduced By: Senators Sheehan, Satchell, Crowley, Nesselbush, and Sosnowski

Date Introduced: February 25, 2020

Referred To: Senate Judiciary

It is enacted by the General Assembly as follows:

1	SECTION 1. Title 9 of the General Laws entitled "COURTS AND CIVIL PROCEDURE
2	- PROCEDURE GENERALLY" is hereby amended by adding thereto the following chapter:
3	<u>CHAPTER 34</u>
4	NONDISCLOSURE AGREEMENTS
5	9-34-1. Definitions.
6	As used in this chapter, the following words and terms shall have the following meanings:
7	(1) "Claim" means an internal workplace complaint, potential civil action in a court of
8	competent jurisdiction, or a charge or complaint before the Rhode Island commission for human
9	rights related to sexual assault, sexual harassment, retaliation, or stalking.
10	(2) "Commission" means the Rhode Island commission for human rights.
11	(3) "Complainant" means an individual that has made an internal workplace complaint of
12	sexual harassment, sexual assault, retaliation or stalking, has reported a sexual assault to the police,
13	has filed a charge with the commission, or has made an allegation of sexual assault, sexual
14	harassment, retaliation, or stalking.
15	(4) "Factual information" means information and details that are related to a reported or
16	alleged incident or claim of sexual assault, sexual harassment, retaliation, stalking or the alleged
17	perpetrator thereof.
18	(5) "Nondisclosure agreement" means a provision within a confidentiality agreement,

- 1 settlement agreement, contract, waiver, or other document that prohibits the disclosure of factual
- 2 <u>information related to a claim by a party to the agreement.</u>
- 3 (6) "Perpetrator" means an individual who has sexually assaulted or harassed a complainant
- 4 or who has allegedly sexually assaulted or harassed the complainant.
- 5 (7) "Respondent" means the party entering into the settlement, agreement, or contract
- 6 related to the claim with the complainant.
- 7 (8) "Settlement" means any agreement where anything of value is given to the complainant
 8 raising the claim in exchange for his or her decision to decline to pursue the claim.
- 9

9-34-2. Limitations and enforcement.

- 10 (a) This chapter does not prohibit the entry or enforcement of a provision in any settlement,
- 11 agreement, or contract that precludes the disclosure of the amount paid in a settlement of a claim.
- (b) Provided, however, that five (5) years after the execution of a settlement agreement, a
 complainant may exercise the unilateral right, without penalty, to release any factual information
- 14 related to his or her claim, including the name of the alleged perpetrator.
- 15 (c) If the complainant elects to disclose the factual information related to the claim pursuant
- 16 to subsection (f) of this section, the respondent is no longer bound by any nondisclosure provision.
- 17 (d) Any person claiming to be aggrieved by a violation of this chapter may initiate suit in
- 18 <u>superior court. An action pursuant to this chapter shall be commenced within three (3) years after</u>
- 19 the cause of any such action shall have accrued. All remedies available in common tort actions shall
- 20 <u>be available to prevailing plaintiffs. A prevailing plaintiff shall be awarded reasonable attorneys'</u>
- 21 fees and costs.
- 22 **9-34-3. Severability.**
- 23 If any provision of this chapter or the application of this chapter to any person or
- 24 <u>circumstance is held invalid by any court of competent jurisdiction, the remainder of the chapter</u>
- and the application of the provision to other persons or circumstances shall not be affected. The
- 26 invalidity of any section or sections or parts of any section of this chapter shall not affect the validity
- 27 <u>of the remainder of the chapter.</u>
- 28 SECTION 2. This act shall take effect on January 1, 2021.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO COURTS AND CIVIL PROCEDURE - PROCEDURE GENERALLY - NONDISCLOSURE AGREEMENTS

1	This act would place limits on the terms that can be included in an agreement that settles a
2	claim of sexual harassment, retaliation for reporting sexual harassment and stalking. It expressly
3	grants the complainant the right to disclose factual information relating to his or her claim five (5)
4	years after the execution of the nondisclosure settlement agreement. If the complainant discloses
5	his or her factual information, the respondent may no longer be bound by the nondisclosure
6	agreement.
7	This act would take effect on January 1, 2021.

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