H-1236.2			

HOUSE BILL 2839

State of Washington 52nd Legislature 1992 Regular Session

By Representatives Brekke, Valle and Rust

Read first time 01/29/92. Referred to Committee on Environmental Affairs/Appropriations.

- 1 AN ACT Relating to the release and commercial use of genetically
- 2 engineered organisms and the products of genetically engineered
- 3 organisms; adding a new chapter to Title 15 RCW; creating a new
- 4 section; prescribing penalties; making an appropriation; and providing
- 5 an effective date.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 7 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that biotechnology
- 8 has the potential to benefit many fields of human endeavor, including
- 9 agriculture, health care, and environmental protection. The state of
- 10 Washington is recognized as a center for agricultural, chemical, forest
- 11 products, and food processing industries and as such may gain from
- 12 advances in biotechnology.
- 13 The legislature further finds that as products of biotechnology
- 14 move from contained laboratories into the environment for testing and

- 1 commercialization, the citizens of Washington will have concerns about
- 2 the potential effects of planned environmental introductions of
- 3 genetically engineered organisms and the products of genetically
- 4 engineered organisms on agriculture, public health and safety, the
- 5 economy, and the social well-being of the state. While many of these
- 6 releases may be benign, the introduction of new entities may pose
- 7 unknown risks and, therefore, require appropriate oversight.
- 8 The legislature therefore determines that it is incumbent upon the
- 9 state, working in concert with the federal regulatory authorities, to
- 10 take responsible, timely, and minimally burdensome measures to protect
- 11 agriculture, public health and safety, the environment, the economy,
- 12 and the social well-being of the state, and to address concerns
- 13 regarding the impact of biotechnology while at the same time allowing
- 14 research to continue and advance with proper safeguards.
- 15 To these ends the department of ecology shall create a
- 16 biotechnology review board responsible for reviewing and, where
- 17 appropriate, approving proposed introductions of genetically engineered
- 18 organisms or the products of genetically engineered organisms into the
- 19 environment. The board shall cooperate with the federal authorities to
- 20 assess the potential risks and effects of releases of genetically
- 21 engineered organisms and the products of genetically engineered
- 22 organisms without undue governmental interference with the progress and
- 23 development of biotechnology.
- 24 <u>NEW SECTION.</u> **Sec. 2.** As used in this chapter, the following
- 25 terms have the meanings indicated unless the context clearly requires
- 26 otherwise.
- 27 (1) "Adverse effect" means an injury to or an impact to the
- 28 detriment of agriculture, the public's health and safety, the
- 29 environment, the economy, or the social well-being of the state.

- 1 (2) "Board" means the biotechnology review board.
- 2 (3) "Department" means the department of ecology.
- 3 (4) "Director" means the director of the department of ecology.
- 4 (5) "Environment" includes all the land, air, and water, and all
- 5 the living organisms in association with land, air, and water.
- 6 (6) "Federal coordinated framework" means the coordinated framework
- 7 for the regulation of biotechnology described in 51 C.F.R. Secs. 23302-
- 8 23350.
- 9 (7) "Genetic engineering" means the introduction of new genetic
- 10 material to an organism or the regrouping of an organism's genes,
- 11 except for the breeding of plants, animals, and other organisms by
- 12 traditional methods, such as artificial insemination or hand
- 13 pollination, and other methods as may be designated by the board under
- 14 section 4 of this act.
- 15 (8) "Genetically engineered organism" means a living organism or
- 16 dormant stage of life derived from genetic engineering.
- 17 (9) "Local government" means a county, city, or town.
- 18 (10) "Organism" includes any animal, plant, bacterium, fungus,
- 19 mycoplasma, mycoplasma-like organism, protist, virus, or any entity
- 20 related to the foregoing.
- 21 (11) "Person" means an individual, firm, organization, corporation,
- 22 association, partnership, consortium, joint venture, commercial entity,
- 23 state government agency, unit of local government, or federal
- 24 government agency.
- 25 (12) "Release" means the placement or use of a genetically
- 26 engineered organism, or the placement or use of a product of a
- 27 genetically engineered organism, outside a contained laboratory,
- 28 fermentation facility, greenhouse, or other structure or contained
- 29 facility, or under other conditions not specifically determined by the
- 30 board to be adequately contained.

- 1 <u>NEW SECTION.</u> **Sec. 3.** (1) There is created in the department
- 2 of ecology a biotechnology review board that consists of the following
- 3 members:
- 4 (a) The directors of the departments of ecology, agriculture,
- 5 health, natural resources, and wildlife or their designees.
- 6 (b) Two persons, one selected by the University of Washington and
- 7 one selected by Washington State University, representing faculty who
- 8 have experience in the techniques and applications of genetic
- 9 engineering, or experience and expertise in either public policy,
- 10 health and safety ramifications of genetic engineering, or with the
- 11 principles of ecology and environmental science, or any combination of
- 12 the three areas.
- 13 (c) One person representing counties and selected by the Washington
- 14 association of counties.
- 15 (d) A representative of the biotechnology industry, appointed by
- 16 the governor.
- 17 (e) A representative of a nonprofit public interest organization,
- 18 appointed by the director of the department of ecology.
- 19 (f) A practicing farmer who is an active member of a farm
- 20 organization, appointed by the director of the department of ecology
- 21 from a list of applicants selected by the director of the department of
- 22 agriculture.
- 23 (g) Two representatives of the general public chosen by the
- 24 director of the department of ecology from the list of applicants
- 25 responding to a publicly advertised announcement of the positions.
- 26 (2) Except for those members described in (d), (e), and (f) of this
- 27 subsection, no member of the board may have a financial, contractual,
- 28 or research interest in, or tie to, a biotechnology company or product.
- 29 (3) The members of the board shall be appointed within sixty days
- 30 of the effective date of this section and serve three-year terms.

- 1 Members designated by an ex officio member shall serve at the pleasure
- 2 of that ex officio member.
- 3 (4) The board shall elect a chair from among its members for a one-
- 4 year term but who shall serve no more than two consecutive terms. The
- 5 director may appoint a member of the board to serve as interim chair
- 6 for one year or until the board elects a chair, whichever is sooner.
- 7 (5) A vacancy shall be filled by the appropriate appointing
- 8 authority. An appointment to fill a vacancy on the board created by
- 9 any cause shall be for the balance of the unexpired term.
- 10 (6) An appointed member of the board may be removed by the
- 11 appointing authority for misfeasance, malfeasance, or nonfeasance.
- 12 (7) The members of the board who are not otherwise paid for the
- 13 time expended on the board shall receive per diem and travel expenses
- 14 as provided by law under RCW 43.03.050 and 43.03.060.
- 15 (8) All clerical and other services required by the board shall be
- 16 supplied by the department of ecology.
- 17 (9) A majority of the board shall constitute a quorum for the
- 18 transaction of business.
- 19 (10) Rule-making and administrative proceedings shall be governed
- 20 by chapter 34.05 RCW.
- 21 NEW SECTION. Sec. 4. (1) The board shall:
- 22 (a) Adopt regulations designating those activities that are not
- 23 treated as genetic engineering for the purposes of this chapter;
- 24 (b) Establish criteria for environmental impact statements to
- 25 accompany applications for permits granted under this chapter;
- 26 (c) Set fines for the transgression of any of its rules and for the
- 27 release of genetically engineered materials or their products without
- 28 a license;

- 1 \qquad (d) Charge fees for actions taken under section 6(6) of this act
- 2 equal to the actual cost necessary to review each permit;
- 3 (e) Delegate to the director any of its duties, other than
- 4 rulemaking, but including issuance of permits, as the board deems
- 5 necessary for the administration and enforcement of this chapter; and
- 6 (f) Keep the public informed and, where possible, involved in the
- 7 work of the board.
- 8 (2) The director and members of the board, employees of the
- 9 department of ecology, the state and its political subdivisions, and
- 10 other state entities and employees involved with issuing a permit under
- 11 section 6 of this act are immune from civil liability, whether direct
- 12 or derivative, for issuing the permit. The permit certifies only that
- 13 the holder met all state requirements for the purposes of issuing the
- 14 permit.
- 15 (3) The board may:
- 16 (a) Adopt, amend, or revoke rules to implement and carry out the
- 17 purposes of this chapter;
- 18 (b) Establish advisory committees to assist the board in carrying
- 19 out its duties; and
- 20 (c) Either (i) establish a fund to which all applicants shall
- 21 contribute a designated amount and from which may be drawn the costs of
- 22 cleanup of unforeseen and undesirable consequences of environmental
- 23 release, the fund being a designated fund and therefore not to be used
- 24 for other purposes, or (ii) require of permit applicants a bond or
- 25 proof of financial ability to pay for potential accidents and
- 26 consequences of release, with full liability payment to victims and all
- 27 cleanup costs to be paid by the involved parties.
- NEW SECTION. Sec. 5. (1) The director shall enforce this
- 29 chapter, administer the permit process, and exercise the powers and

- 1 duties imposed on him or her by this chapter or by the rules adopted
- 2 under this chapter.
- 3 (2) The director may designate employees of the department of
- 4 ecology to assist him or her and enter into cooperative agreements with
- 5 federal and state agencies necessary to carry out the duties and
- 6 exercise the powers provided by this chapter.
- 7 <u>NEW SECTION.</u> **Sec. 6.** (1)(a) A genetically engineered organism
- 8 or a product of a genetically engineered organism may not be released
- 9 into the environment, or sold, offered for sale, or distributed for
- 10 release into the environment unless a permit for the release has been
- 11 issued by the board. Release without a permit is governed by the fines
- 12 and penalties established in section 9 of this act.
- 13 (b) Prior to an intended release of a genetically engineered
- 14 organism or a product of a genetically engineered organism into the
- 15 environment, or the sale, offer for sale, or distribution in this state
- 16 of a genetically engineered organism or its product for release into
- 17 the environment, a person shall apply in writing to the board for a
- 18 permit.
- 19 (i) If federal notification is required prior to release, a person
- 20 shall apply to the board within seven working days of submitting an
- 21 application, or other written notice, to the federal coordinated
- 22 framework or federal regulatory agency.
- 23 (ii) If no federal notification is required, a person shall apply
- 24 to the board at least one hundred twenty days prior to the proposed
- 25 release of a genetically engineered organism or its product into the
- 26 environment, or the sale, offer for sale, or distribution of a
- 27 genetically engineered organism or its product for release into the
- 28 environment.

- 1 (c) The board may provide, by rule, for general permits for classes 2 of activities for which individual permits are not required.
- 3 (2) Permit applications must be on forms or in the format
- 4 prescribed by the board, and include an environmental impact statement
- 5 and other information deemed necessary by the board in order to
- 6 determine compliance with this chapter. To the extent feasible, the
- 7 board shall authorize the use of forms or format required by the
- 8 federal government for actions similar to those regulated under this
- 9 chapter. Applicants, upon request by the board, shall submit copies of
- 10 data submitted with corresponding federal permit applications.
- 11 (3) The board may require additional data it deems necessary to
- 12 determine potential adverse effects of the release of a genetically
- 13 engineered organism or its products. To the extent possible, the board
- 14 shall accept for review and base its decision on data submitted with
- 15 the federal application.
- 16 (4) If the board finds it necessary for the protection against
- 17 potential adverse effects of the release of a genetically engineered
- 18 organism or the product of a genetically engineered organism, the board
- 19 may:
- 20 (a) Restrict the number and location of organisms or products
- 21 released and method of release, prescribe the training of persons
- 22 involved with the release, regulate the disposal of organisms or
- 23 products or organisms, and other conditions of use;
- 24 (b) Require measures to limit dispersal of released organisms or
- 25 products of organisms or spread of inserted genes or gene products;
- 26 (c) Require monitoring of the abundance and dispersal of the
- 27 released organisms or products of organisms or inserted genes or gene
- 28 products; or
- 29 (d) Deny, suspend, modify, or revoke the permit.

- 1 (5) The board may submit written comments to any federal agency
- 2 reviewing a proposed or completed release, and otherwise participate in
- 3 those reviews. The board may issue a permit under this chapter based
- 4 on the federal review and approval of the proposed release if the board
- 5 determines that the federal regulation of the release sufficiently
- 6 protects agriculture, public health and safety, the environment, social
- 7 well-being, and the economy of Washington. The board shall minimize
- 8 duplication of federal regulatory requirements to the extent possible.
- 9 This section is in addition to and does not supplant the requirements
- 10 of other provisions of law, including, but not limited to, the state
- 11 environmental policy act, chapter 43.21C RCW, and the administrative
- 12 procedure act, chapter 34.05 RCW.
- 13 (6) The board may deny, suspend, modify, or revoke a permit for
- 14 failure to comply with this chapter or any rule adopted by the board
- 15 in accordance with chapter 34.05 RCW. The board may summarily suspend
- 16 a permit if it determines that an adverse effect is occurring or is
- 17 likely to occur because of a release authorized by a permit.
- 18 (7) The board shall make a decision on a permit application within
- 19 ninety days from the date the completed application is received by the
- 20 board unless a public hearing is held pursuant to section 8 of this
- 21 act. The board may, for good cause, extend the time for making a
- 22 decision by no more than ninety days, by notifying the applicant in
- 23 writing.
- 24 (8) The application may be withdrawn at any time by written notice
- 25 to the board.
- NEW SECTION. Sec. 7. (1) In submitting data pursuant to this
- 27 chapter, an applicant for a permit shall:
- 28 (a) Clearly mark portions of the material that the applicant
- 29 believes are entitled to treatment as trade secrets as defined in RCW

- 1 19.108.010 or commercial or financial confidential business information
- 2 that are exempt from disclosure under RCW 42.17.310; and
- 3 (b) Submit the marked material separately from other material
- 4 required to be submitted under this chapter.
- 5 Material not clearly marked as a trade secret or as confidential
- 6 may be released by the department to the public.
- 7 (2) Except as otherwise provided by this subsection, the board may
- 8 not make public material marked as provided in subsection (1) of this
- 9 section or material that in the board's judgment should be privileged
- 10 or confidential because it contains or relates to trade secrets or
- 11 confidential commercial or financial information. The board may,
- 12 however, reveal information acquired under this chapter at a public
- 13 hearing or in findings of fact issued by the board when it deems such
- 14 disclosure necessary to carry out the purposes of this chapter.
- 15 (3)(a) A person engaged in the review of the effects of a proposed
- 16 release of a genetically engineered organism or the products of a
- 17 genetically engineered organism who believes that access to undisclosed
- 18 confidential business information is necessary in order to perform a
- 19 review effectively may request the disclosure of material designated as
- 20 confidential business information by submitting a written petition to
- 21 the board. The petition must state the reasons that such confidential
- 22 business information is necessary to the performance of the
- 23 petitioner's review. In addition, the petitioner shall sign an
- 24 affidavit affirming that the petitioner does not represent in any
- 25 capacity a person engaged in business or enterprise in competition with
- 26 the applicant or in which the confidential business information could
- 27 be utilized for commercial or product development purposes.
- 28 (b) The applicant must be notified of the petition and have an
- 29 opportunity to respond to the petition. The response may include an
- 30 offer by the applicant to produce the confidential business information

- 1 for the petitioner under terms expressed in a written agreement between
- 2 the applicant and the petitioner and an explanation by the applicant as
- 3 to why the petitioner does not need the confidential business
- 4 information, or an offer by the applicant to provide the petitioner
- 5 with other information that is not confidential and responds to the
- 6 petitioner's reasons for requesting the confidential business
- 7 information. By written stipulation of the petitioner and the
- 8 applicant, the board may delay a decision on the petition until further
- 9 written notice by the petitioner.
- 10 (c) The board shall make a determination as to whether the
- 11 petitioner requires access to some or all of the confidential business
- 12 information requested by the petitioner in order to make an effective,
- 13 independent review of the proposed release. Where the board determines
- 14 that the petitioner requires access to some or all of the confidential
- 15 business information requested by the petitioner, the board shall
- 16 notify the applicant and the petitioner of its decision whereupon the
- 17 applicant shall provide that confidential business information to the
- 18 petitioner or withdraw its application. If the board's decision is
- 19 appealed, the applicant is not required to disclose the confidential
- 20 business information pending appeal. If the application is withdrawn,
- 21 all confidential business information must be returned to the applicant
- 22 and shall not be disclosed.
- 23 (4) If the board proposes to release for inspection information
- 24 that the applicant believes to be protected from disclosure under
- 25 subsection (2) of this section, the applicant shall notify the board by
- 26 certified mail and provide a statement that explains why the particular
- 27 information should not be released. The board shall not release this
- 28 data until thirty days after receipt of the notice by the applicant.
- 29 During this period, the applicant may institute an action in the
- 30 superior court of Thurston county for declaratory judgment as to

- 1 whether the information is subject to protection under this subsection.
- 2 In deciding whether to allow the information to be released, the court
- 3 shall balance the interests of the applicant in the confidentiality of
- 4 the material against the public's interest in access to the material to
- 5 determine the impact of the proposed release on agriculture, public
- 6 health and safety, the environment, and the social well-being and
- 7 economy of the state.
- 8 (5) Except as provided by this section, a person may not reveal or
- 9 use for his or her own benefit any confidential business information
- 10 received pursuant to this chapter.
- 11 (6) Nothing in this section, or in rules adopted pursuant to this
- 12 section, authorizes the board or any person to withhold from the public
- 13 information regarding the adverse effects of a proposed release of any
- 14 genetically engineered organism or the product of such an organism.
- 15 <u>NEW SECTION.</u> **Sec. 8.** (1) Within fifteen days of receiving a
- 16 completed application for a proposed release, the board shall publish
- 17 notice and a brief description of the proposed release. The board
- 18 shall also notify any person who has filed a written request to be
- 19 notified of releases. The board shall prescribe the form, content, and
- 20 extent of the notice. However, at a minimum, the notice must be
- 21 published once in a newspaper having a general circulation in the
- 22 county where the release is proposed to be made. In addition, subject
- 23 to section 7 of this act, any documents submitted as part of the
- 24 application must be available for public inspection or copying at or
- 25 near the site of the proposed release and at the offices of the board.
- 26 A person may submit written comments to the board regarding the
- 27 proposed release.
- 28 (2) The local government having jurisdiction where a person
- 29 proposes to release a genetically engineered organism or its product,

- 1 or ten or more citizens residing within the government's jurisdiction,
- 2 may request a public hearing by filing a written request with the board
- 3 within thirty days following the last date notice of the application
- 4 was published. The hearing, if requested, must be held within the
- 5 boundaries of the local government and the board shall provide, except
- 6 in emergency circumstances, a minimum of twenty days' public notice of
- 7 the hearing by publication in a newspaper of general circulation.
- 8 Notice must be provided to any person who has filed written request to
- 9 be notified of such hearings.
- 10 The board may order a public hearing even if no hearing has been
- 11 requested.
- 12 (3) If a public hearing is held, the board shall accept or deny the
- 13 permit application within one hundred twenty days from the date the
- 14 completed application is received by the board. The board may, for
- 15 good cause, extend the time for making a decision by not more than
- 16 sixty days by notifying the applicant in writing.
- 17 (4) If no public hearing is held, the board shall accept or deny
- 18 the permit application within sixty days from the date the completed
- 19 application is received by the board. The board may, for good cause,
- 20 extend the time for making a decision by not more than thirty days by
- 21 notifying the applicant in writing.
- 22 (5) The board may, with the written consent of the applicant,
- 23 extend the period to review the application.
- NEW SECTION. Sec. 9. (1) The board may assess a civil penalty
- 25 of not more than ten thousand dollars against a person who violates a
- 26 provision of this chapter or a rule of the board. In determining the
- 27 amount of the penalty, the board may consider the degree and extent of
- 28 the harm caused by the violation. Each and every violation is a

- 1 separate and distinct offense. Each day's violation is a separate
- 2 offense.
- 3 (2) Every person who, through an act of commission or omission,
- 4 procures, aids, or abets in the violation, violates this section and
- 5 may be subject to the civil penalty provided in this section. A public
- 6 employee who willfully releases a genetically engineered organism or
- 7 the product of a genetically engineered organism in violation of this
- 8 chapter is subject to the civil penalty provided in this section and
- 9 may also be subject to dismissal.
- 10 (3) A person who interferes with or attempts to interfere with the
- 11 director or any of his or her agents while engaged in the performance
- 12 of their duties under this chapter, or who violates any provision of
- 13 this chapter or any rule of the board adopted under this chapter is
- 14 guilty of a misdemeanor and subject to a fine of not less than two
- 15 hundred dollars nor more than one thousand dollars for each offense.
- 16 Each day's violation is a separate offense.
- 17 (4) A person who releases a genetically engineered organism or the
- 18 product of a genetically engineered organism in violation of this
- 19 chapter is liable for the consequences and costs of remediation and
- 20 cleanup of the effects of such a release.
- 21 (5) The director may bring an action to enjoin the violation or
- 22 threatened violation of any provision of this chapter or any rule
- 23 adopted under this chapter in a court of competent jurisdiction of the
- 24 county in which the violation occurs or is about to occur.
- 25 <u>NEW SECTION.</u> **Sec. 10.** This chapter does not apply to
- 26 genetically engineered organisms not proposed for release, and not
- 27 released, to the environment.

- 1 <u>NEW SECTION.</u> **Sec. 11.** Section 6 of this act shall take effect
- 2 September 1, 1992.
- 3 <u>NEW SECTION.</u> **Sec. 12.** The biotechnology review account is
- 4 created in the state treasury. All receipts from fees charged under
- 5 section 4 of this act, and from fines assessed under section 9 of this
- 6 act shall be deposited into the account. Moneys in the account may be
- 7 spent only after appropriation. Expenditures may be used only for the
- 8 purposes of this chapter.
- 9 <u>NEW SECTION.</u> **Sec. 13.** The sum of one hundred ten thousand
- 10 dollars, or as much thereof as may be necessary, is appropriated for
- 11 the biennium ending June 30, 1993, from the biotechnology review
- 12 account to the department of ecology for the purposes of this act.
- 13 NEW SECTION. Sec. 14. Sections 2 through 10 and 12 of this act
- 14 shall constitute a new chapter in Title 15 RCW.