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SENATE BILL NO. 927

Offered January 16, 1997

A BILL to amend and reenact §§ 2.1-341, 2.1-342, 2.1-344, 2.1-639.2, 2.1-639.9, 2.1-639.13, 51.1-124.20 and 51.1-124.26 of the Code of Virginia, relating to the Virginia Retirement System's sale of the RF&P Corporation.

Patrons—Walker and Chichester; Delegate: Dickinson

Referred to the Committee on Finance

Be it enacted by the General Assembly of Virginia:

1. That §§ 2.1-341, 2.1-342, 2.1-344, 2.1-639.2, 2.1-639.9, 2.1-639.13, 51.1-124.20 and 51.1-124.26 of the Code of Virginia are amended and reenacted as follows:

§ 2.1-341. Definitions.

The following terms, whenever used or referred to in this chapter, shall have the following meanings, unless a different meaning clearly appears from the context:

"Criminal incident information" means a general description of the criminal activity reported, the date and general location the alleged crime was committed, the identity of the investigating officer, and a general description of any injuries suffered or property damaged or stolen; however, the identity of any victim, witness, undercover officer, or investigative techniques or procedures need not but may be disclosed unless disclosure is prohibited or restricted under § 19.2-11.2. The identity of any individual providing information about a crime or criminal activity under a promise of anonymity shall not be disclosed.

"Executive meeting" or "closed meeting" means a meeting from which the public is excluded.

"Meeting" or "meetings" means the meetings including work sessions, when sitting physically, or through telephonic or video equipment pursuant to § 2.1-343.1, as a body or entity, or as an informal assemblage of (i) as many as three members, or (ii) a quorum, if less than three, of the constituent membership, wherever held, with or without minutes being taken, whether or not votes are cast, of any public body, including any legislative body, authority, board, bureau, commission, district or agency of the Commonwealth or of any political subdivision of the Commonwealth, including cities, towns and counties; municipal councils, governing bodies of counties, school boards and planning commissions; boards of visitors of state institutions of higher education; and other organizations, corporations or agencies in the Commonwealth, supported wholly or principally by public funds. The notice provisions of this chapter shall not apply to the said informal meetings or gatherings of the members of the General Assembly. Nothing in this chapter shall be construed to make unlawful the gathering or attendance of two or more members of a public body (i) at any place or function where no part of the purpose of such gathering or attendance is the discussion or transaction of any public business, and such gathering or attendance was not called or prearranged with any purpose of discussing or transacting any business of the public body or (ii) at a public meeting whose purpose is to inform the electorate and not to transact public business or to hold discussions relating to the transaction of public business, even though the performance of the members individually or collectively in the conduct of public business may be a topic of discussion or debate at such public meeting. The gathering of employees of a public body shall not be deemed a "meeting" subject to the provisions of this chapter.

No meeting shall be conducted through telephonic, video, electronic or other communication means where the members are not physically assembled to discuss or transact public business, except as provided in § 2.1-343.1 or as may specifically be provided in Title 54.1 for the summary suspension of professional licenses.

"Official records" means all written or printed books, papers, letters, documents, maps and tapes, photographs, films, sound recordings, reports or other material, regardless of physical form or characteristics, prepared, owned, or in the possession of a public body or any employee or officer of a public body in the transaction of public business.

"Open meeting" or "public meeting" means a meeting at which the public may be present.

"Public body" means any of the groups, agencies or organizations enumerated in the definition of "meeting" as provided in this section, including any committees or subcommittees of the public body created to perform delegated functions of the public body or to advise the public body. Corporations organized by the Virginia Retirement System, RF&P Corporation and its wholly owned subsidiaries also are "public bodies" for purposes of this chapter.

"Scholastic records" means those records, files, documents, and other materials containing information about a student and maintained by a public body which is an educational agency or

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60 institution or by a person acting for such agency or institution, but, for the purpose of access by a
61 student, does not include (i) financial records of a parent or guardian nor (ii) records of instructional,
62 supervisory, and administrative personnel and educational personnel ancillary thereto, which are in the
63 sole possession of the maker thereof and which are not accessible or revealed to any other person except
64 a substitute.

65 § 2.1-342. Official records to be open to inspection; procedure for requesting records and responding
66 to request; charges; exceptions to application of chapter.

67 A. Except as otherwise specifically provided by law, all official records shall be open to inspection
68 and copying by any citizens of the Commonwealth during the regular office hours of the custodian of
69 such records. Access to such records shall not be denied to citizens of the Commonwealth,
70 representatives of newspapers and magazines with circulation in the Commonwealth, and representatives
71 of radio and television stations broadcasting in or into the Commonwealth. The custodian of such
72 records shall take all necessary precautions for their preservation and safekeeping. Any public body
73 covered under the provisions of this chapter shall make an initial response to citizens requesting records
74 open to inspection within five work days after the receipt of the request by the public body which is the
75 custodian of the requested records. Such citizen request shall designate the requested records with
76 reasonable specificity. A specific reference to this chapter by the requesting citizen in his request shall
77 not be necessary to invoke the provisions of this chapter and the time limits for response by the public
78 body. The response by the public body within such five work days shall be one of the following
79 responses:

80 1. The requested records shall be provided to the requesting citizen.

81 2. If the public body determines that an exemption applies to all of the requested records, it may
82 refuse to release such records and provide to the requesting citizen a written explanation as to why the
83 records are not available with the explanation making specific reference to the applicable Code sections
84 which make the requested records exempt.

85 3. If the public body determines that an exemption applies to a portion of the requested records, it
86 may delete or excise that portion of the records to which an exemption applies, but shall disclose the
87 remainder of the requested records and provide to the requesting citizen a written explanation as to why
88 these portions of the record are not available to the requesting citizen with the explanation making
89 specific reference to the applicable Code sections which make that portion of the requested records
90 exempt. Any reasonably segregatable portion of an official record shall be provided to any person
91 requesting the record after the deletion of the exempt portion.

92 4. If the public body determines that it is practically impossible to provide the requested records or
93 to determine whether they are available within the five-work-day period, the public body shall so inform
94 the requesting citizen and shall have an additional seven work days in which to provide one of the three
95 preceding responses.

96 Nothing in this section shall prohibit any public body from petitioning the appropriate court for
97 additional time to respond to a request for records when the request is for an extraordinary volume of
98 records and a response by the public body within the time required by this chapter will prevent the
99 public body from meeting its operational responsibilities. Before proceeding with this petition, however,
100 the public body shall make reasonable efforts to reach an agreement with the requester concerning the
101 production of the records requested.

102 The public body may make reasonable charges for the copying, search time and computer time
103 expended in the supplying of such records. The public body may also make a reasonable charge for
104 preparing documents produced from a geographic information system at the request of anyone other than
105 the owner of the land that is the subject of the request. However, such charges shall not exceed the
106 actual cost to the public body in supplying such records or documents, except that the public body may
107 charge, on a pro rata per acre basis, for the cost of creating topographical maps developed by the public
108 body, for such maps or portions thereof, which encompass a contiguous area greater than fifty acres.
109 Such charges for the supplying of requested records shall be estimated in advance at the request of the
110 citizen. The public body may require the advance payment of charges which are subject to advance
111 determination.

112 In any case where a public body determines in advance that search and copying charges for
113 producing the requested documents are likely to exceed \$200, the public body may, before continuing to
114 process the request, require the citizen requesting the information to agree to payment of an amount not
115 to exceed the advance determination by five percent. The period within which the public body must
116 respond under this section shall be tolled for the amount of time that elapses between notice of the
117 advance determination and the response of the citizen requesting the information.

118 Official records maintained by a public body on a computer or other electronic data processing
119 system which are available to the public under the provisions of this chapter shall be made reasonably
120 accessible to the public at reasonable cost. Beginning July 1, 1997, every public body of state
121 government shall compile, and annually update, an index of computer databases which contains at a

minimum those databases created by them on or after July 1, 1997. "Computer database" means a structured collection of data or documents residing in a computer. Such index shall be an official record and shall include, at a minimum, the following information with respect to each database listed therein: a list of data fields, a description of the format or record layout, the date last updated, a list of any data fields to which public access is restricted, a description of each format in which the database can be copied or reproduced using the public body's computer facilities, and a schedule of fees for the production of copies in each available form. The form, context, language, and guidelines for the indices and the databases to be indexed shall be developed by the Director of the Department of Information Technology in consultation with the State Librarian and the State Archivist. The public body shall not be required to disclose its software security, including passwords.

Public bodies shall not be required to create or prepare a particular requested record if it does not already exist. Public bodies may, but shall not be required to, abstract or summarize information from official records or convert an official record available in one form into another form at the request of the citizen. The public body shall make reasonable efforts to reach an agreement with the requester concerning the production of the records requested.

Failure to make any response to a request for records shall be a violation of this chapter and deemed a denial of the request.

B. The following records are excluded from the provisions of this chapter but may be disclosed by the custodian in his discretion, except where such disclosure is prohibited by law:

1. Memoranda, correspondence, evidence and complaints related to criminal investigations; adult arrestee photographs when necessary to avoid jeopardizing an investigation in felony cases until such time as the release of such photograph will no longer jeopardize the investigation; reports submitted to the state and local police, to investigators authorized pursuant to § 53.1-16 and to the campus police departments of public institutions of higher education as established by Chapter 17 (§ 23-232 et seq.) of Title 23 in confidence; portions of records of local government crime commissions that would identify individuals providing information about crimes or criminal activities under a promise of anonymity; records of local police departments relating to neighborhood watch programs that include the names, addresses, and operating schedules of individual participants in the program that are provided to such departments under a promise of confidentiality; and all records of persons imprisoned in penal institutions in the Commonwealth provided such records relate to the imprisonment. Information in the custody of law-enforcement officials relative to the identity of any individual other than a juvenile who is arrested and charged, and the status of the charge or arrest, shall not be excluded from the provisions of this chapter.

Criminal incident information relating to felony offenses shall not be excluded from the provisions of this chapter; however, where the release of criminal incident information is likely to jeopardize an ongoing criminal investigation or the safety of an individual, cause a suspect to flee or evade detection, or result in the destruction of evidence, such information may be withheld until the above-referenced damage is no longer likely to occur from release of the information.

2. Confidential records of all investigations of applications for licenses and permits, and all licensees and permittees made by or submitted to the Alcoholic Beverage Control Board, the State Lottery Department, the Virginia Racing Commission, or the Charitable Gaming Commission.

3. State income, business, and estate tax returns, personal property tax returns, scholastic records and personnel records containing information concerning identifiable individuals, except that such access shall not be denied to the person who is the subject thereof, and medical and mental records, except that such records can be personally reviewed by the subject person or a physician of the subject person's choice; however, the subject person's mental records may not be personally reviewed by such person when the subject person's treating physician has made a part of such person's records a written statement that in his opinion a review of such records by the subject person would be injurious to the subject person's physical or mental health or well-being.

Where the person who is the subject of medical records is confined in a state or local correctional facility, the administrator or chief medical officer of such facility may assert such confined person's right of access to the medical records if the administrator or chief medical officer has reasonable cause to believe that such confined person has an infectious disease or other medical condition from which other persons so confined need to be protected. Medical records shall be reviewed only and shall not be copied by such administrator or chief medical officer. The information in the medical records of a person so confined shall continue to be confidential and shall not be disclosed to any person except the subject by the administrator or chief medical officer of the facility or except as provided by law.

For the purposes of this chapter such statistical summaries of incidents and statistical data concerning patient abuse as may be compiled by the Commissioner of the Department of Mental Health, Mental Retardation and Substance Abuse Services shall be open to inspection and releasable as provided in subsection A of this section. No such summaries or data shall include any patient-identifying

183 information. Where the person who is the subject of scholastic or medical and mental records is under
184 the age of eighteen, his right of access may be asserted only by his guardian or his parent, including a
185 noncustodial parent, unless such parent's parental rights have been terminated or a court of competent
186 jurisdiction has restricted or denied such access. In instances where the person who is the subject thereof
187 is an emancipated minor or a student in a state-supported institution of higher education, such right of
188 access may be asserted by the subject person.

189 4. Memoranda, working papers and correspondence (i) held by or requested from members of the
190 General Assembly or the Division of Legislative Services or (ii) held or requested by the Office of the
191 Governor or Lieutenant Governor, Attorney General or the mayor or other chief executive officer of any
192 political subdivision of the Commonwealth or the president or other chief executive officer of any
193 state-supported institution of higher education. This exclusion shall not apply to memoranda, studies or
194 other papers held or requested by the mayor or other chief executive officer of any political subdivision
195 which are specifically concerned with the evaluation of performance of the duties and functions of any
196 locally elected official and were prepared after June 30, 1992 nor shall this exclusion apply to agenda
197 packets prepared and distributed to public bodies for use at a meeting.

198 Except as provided in § 30-28.18, memoranda, working papers and correspondence of a member of
199 the General Assembly held by the Division of Legislative Services shall not be released by the Division
200 without the prior consent of the member.

201 5. Written opinions of the city, county and town attorneys of the cities, counties and towns in the
202 Commonwealth and any other writing protected by the attorney-client privilege.

203 6. Memoranda, working papers and records compiled specifically for use in litigation or as a part of
204 an active administrative investigation concerning a matter which is properly the subject of an executive
205 or closed meeting under § 2.1-344 and material furnished in confidence with respect thereto.

206 7. Confidential letters and statements of recommendation placed in the records of educational
207 agencies or institutions respecting (i) admission to any educational agency or institution, (ii) an
208 application for employment, or (iii) receipt of an honor or honorary recognition.

209 8. Library records which can be used to identify both (i) any library patron who has borrowed
210 material from a library and (ii) the material such patron borrowed.

211 9. Any test or examination used, administered or prepared by any public body for purposes of
212 evaluation of (i) any student or any student's performance, (ii) any employee or employment seeker's
213 qualifications or aptitude for employment, retention, or promotion, or (iii) qualifications for any license
214 or certificate issued by any public body.

215 As used in this subdivision 9, "test or examination" shall include (i) any scoring key for any such
216 test or examination, and (ii) any other document which would jeopardize the security of such test or
217 examination. Nothing contained in this subdivision 9 shall prohibit the release of test scores or results as
218 provided by law, or limit access to individual records as is provided by law. However, the subject of
219 such employment tests shall be entitled to review and inspect all documents relative to his performance
220 on such employment tests.

221 When, in the reasonable opinion of such public body, any such test or examination no longer has any
222 potential for future use, and the security of future tests or examinations will not be jeopardized, such test
223 or examination shall be made available to the public. However, minimum competency tests administered
224 to public school children shall be made available to the public contemporaneously with statewide release
225 of the scores of those taking such tests, but in no event shall such tests be made available to the public
226 later than six months after the administration of such tests.

227 10. Applications for admission to examinations or for licensure and scoring records maintained by
228 the Department of Health Professions or any board in that department on individual licensees or
229 applicants. However, such material may be made available during normal working hours for copying, at
230 the requester's expense, by the individual who is the subject thereof, in the offices of the Department of
231 Health Professions or in the offices of any health regulatory board, whichever may possess the material.

232 11. Records of active investigations being conducted by the Department of Health Professions or by
233 any health regulatory board in the Commonwealth.

234 12. Memoranda, legal opinions, working papers and records recorded in or compiled exclusively for
235 executive or closed meetings lawfully held pursuant to § 2.1-344.

236 13. Reports, documentary evidence and other information as specified in §§ 2.1-373.2 and 63.1-55.4.

237 14. Proprietary information gathered by or for the Virginia Port Authority as provided in
238 § 62.1-132.4 or § 62.1-134.1.

239 15. Contract cost estimates prepared for the confidential use of the Department of Transportation in
240 awarding contracts for construction or the purchase of goods or services and records, documents and
241 automated systems prepared for the Department's Bid Analysis and Monitoring Program.

242 16. Vendor proprietary information software which may be in the official records of a public body.
243 For the purpose of this section, "vendor proprietary software" means computer programs acquired from a
244 vendor for purposes of processing data for agencies or political subdivisions of the Commonwealth.

17. Data, records or information of a proprietary nature produced or collected by or for faculty or staff of state institutions of higher learning, other than the institutions' financial or administrative records, in the conduct of or as a result of study or research on medical, scientific, technical or scholarly issues, whether sponsored by the institution alone or in conjunction with a governmental body or a private concern, where such data, records or information has not been publicly released, published, copyrighted or patented.

18. Financial statements not publicly available filed with applications for industrial development financings.

19. Lists of registered owners of bonds issued by a political subdivision of the Commonwealth, whether the lists are maintained by the political subdivision itself or by a single fiduciary designated by the political subdivision.

20. Confidential proprietary records, voluntarily provided by private business pursuant to a promise of confidentiality from the Department of Business Assistance, the Virginia Economic Development Partnership or local or regional industrial or economic development authorities or organizations, used by the Department, the Partnership, or such entities for business, trade and tourism development; and memoranda, working papers or other records related to businesses that are considering locating or expanding in Virginia, prepared by the Partnership, where competition or bargaining is involved and where, if such records are made public, the financial interest of the governmental unit would be adversely affected.

21. Information which was filed as confidential under the Toxic Substances Information Act (§ 32.1-239 et seq.), as such Act existed prior to July 1, 1992.

22. Documents as specified in § 58.1-3.

23. Confidential records, including victim identity, provided to or obtained by staff in a rape crisis center or a program for battered spouses.

24. Computer software developed by or for a state agency, state-supported institution of higher education or political subdivision of the Commonwealth.

25. Investigator notes, and other correspondence and information, furnished in confidence with respect to an active investigation of individual employment discrimination complaints made to the Department of Personnel and Training; however, nothing in this section shall prohibit the disclosure of information taken from inactive reports in a form which does not reveal the identity of charging parties, persons supplying the information or other individuals involved in the investigation.

26. Fisheries data which would permit identification of any person or vessel, except when required by court order as specified in § 28.2-204.

27. Records of active investigations being conducted by the Department of Medical Assistance Services pursuant to Chapter 10 (§ 32.1-323 et seq.) of Title 32.1.

28. Documents and writings furnished by a member of the General Assembly to a meeting of a standing committee, special committee or subcommittee of his house established solely for the purpose of reviewing members' annual disclosure statements and supporting materials filed under § 2.1-639.40 or of formulating advisory opinions to members on standards of conduct, or both.

29. Customer account information of a public utility affiliated with a political subdivision of the Commonwealth, including the customer's name and service address, but excluding the amount of utility service provided and the amount of money paid for such utility service.

30. Investigative notes and other correspondence and information furnished in confidence with respect to an investigation or conciliation process involving an alleged unlawful discriminatory practice under the Virginia Human Rights Act (§ 2.1-714 et seq.); however, nothing in this section shall prohibit the distribution of information taken from inactive reports in a form which does not reveal the identity of the parties involved or other persons supplying information.

31. Investigative notes; proprietary information not published, copyrighted or patented; information obtained from employee personnel records; personally identifiable information regarding residents, clients or other recipients of services; and other correspondence and information furnished in confidence to the Department of Social Services in connection with an active investigation of an applicant or licensee pursuant to Chapters 9 (§ 63.1-172 et seq.) and 10 (§ 63.1-195 et seq.) of Title 63.1; however, nothing in this section shall prohibit disclosure of information from the records of completed investigations in a form that does not reveal the identity of complainants, persons supplying information, or other individuals involved in the investigation.

32. Reports, manuals, specifications, documents, minutes or recordings of staff meetings or other information or materials of the Virginia Board of Corrections, the Virginia Department of Corrections or any institution thereof to the extent, as determined by the Director of the Department of Corrections or his designee or of the Virginia Board of Juvenile Justice, the Virginia Department of Juvenile Justice or any facility thereof to the extent as determined by the Director of the Department of Juvenile Justice, or his designee, that disclosure or public dissemination of such materials would jeopardize the security of

any correctional or juvenile facility or institution, as follows:

(i) Security manuals, including emergency plans that are a part thereof;

(ii) Engineering and architectural drawings of correctional and juvenile facilities, and operational specifications of security systems utilized by the Departments, provided the general descriptions of such security systems, cost and quality shall be made available to the public;

(iii) Training manuals designed for correctional and juvenile facilities to the extent that they address procedures for institutional security, emergency plans and security equipment;

(iv) Internal security audits of correctional and juvenile facilities, but only to the extent that they specifically disclose matters described in (i), (ii), or (iii) above or other specific operational details the disclosure of which would jeopardize the security of a correctional or juvenile facility or institution;

(v) Minutes or recordings of divisional, regional and institutional staff meetings or portions thereof to the extent that such minutes deal with security issues listed in (i), (ii), (iii), and (iv) of this subdivision;

(vi) Investigative case files by investigators authorized pursuant to § 53.1-16; however, nothing in this section shall prohibit the disclosure of information taken from inactive reports in a form which does not reveal the identity of complainants or charging parties, persons supplying information, confidential sources, or other individuals involved in the investigation, or other specific operational details the disclosure of which would jeopardize the security of a correctional or juvenile facility or institution; nothing herein shall permit the disclosure of materials otherwise exempt as set forth in subdivision 1 of subsection B of this section;

(vii) Logs or other documents containing information on movement of inmates, juvenile clients or employees; and

(viii) Documents disclosing contacts between inmates, juvenile clients and law-enforcement personnel.

Notwithstanding the provisions of this subdivision, reports and information regarding the general operations of the Departments, including notice that an escape has occurred, shall be open to inspection and copying as provided in this section.

33. Personal information, as defined in § 2.1-379, (i) filed with the Virginia Housing Development Authority concerning individuals who have applied for or received loans or other housing assistance or who have applied for occupancy of or have occupied housing financed, owned or otherwise assisted by the Virginia Housing Development Authority, (ii) concerning persons participating in or persons on the waiting list for federally funded rent-assistance programs, or (iii) filed with any local redevelopment and housing authority created pursuant to § 36-4 concerning persons participating in or persons on the waiting list for housing assistance programs funded by local governments or by any such authority. However, access to one's own information shall not be denied.

34. Documents regarding the siting of hazardous waste facilities, except as provided in § 10.1-1441, if disclosure of them would have a detrimental effect upon the negotiating position of a governing body or on the establishment of the terms, conditions and provisions of the siting agreement.

35. Appraisals and cost estimates of real property subject to a proposed purchase, sale or lease, prior to the completion of such purchase, sale or lease.

36. Records containing information on the site specific location of rare, threatened, endangered or otherwise imperiled plant and animal species, natural communities, caves, and significant historic and archaeological sites if, in the opinion of the public body which has the responsibility for such information, disclosure of the information would jeopardize the continued existence or the integrity of the resource. This exemption shall not apply to requests from the owner of the land upon which the resource is located.

37. Official records, memoranda, working papers, graphics, video or audio tapes, production models, data and information of a proprietary nature produced by or for or collected by or for the State Lottery Department relating to matters of a specific lottery game design, development, production, operation, ticket price, prize structure, manner of selecting the winning ticket, manner of payment of prizes to holders of winning tickets, frequency of drawings or selections of winning tickets, odds of winning, advertising, or marketing, where such official records have not been publicly released, published, copyrighted or patented. Whether released, published or copyrighted, all game-related information shall be subject to public disclosure under this chapter upon the first day of sales for the specific lottery game to which it pertains.

38. Official records of studies and investigations by the State Lottery Department of (i) lottery agents, (ii) lottery vendors, (iii) lottery crimes under §§ 58.1-4014 through 58.1-4018, (iv) defects in the law or regulations which cause abuses in the administration and operation of the lottery and any evasions of such provisions, or (v) use of the lottery as a subterfuge for organized crime and illegal gambling where such official records have not been publicly released, published or copyrighted. All studies and investigations referred to under subdivisions (iii), (iv) and (v) shall be subject to public disclosure under this chapter upon completion of the study or investigation.

39. Those portions of engineering and construction drawings and plans submitted for the sole purpose

of complying with the building code in obtaining a building permit which would identify specific trade secrets or other information the disclosure of which would be harmful to the competitive position of the owner or lessee; however, such information shall be exempt only until the building is completed. Information relating to the safety or environmental soundness of any building shall not be exempt from disclosure.

40. [Repealed.]

41. Records concerning reserves established in specific claims administered by the Department of General Services through its Division of Risk Management as provided in Article 5.1 (§ 2.1-526.1 et seq.) of Chapter 32 of this title, or by any county, city, or town.

42. Information and records collected for the designation and verification of trauma centers and other specialty care centers within the Statewide Emergency Medical Care System pursuant to § 32.1-112.

43. Reports and court documents required to be kept confidential pursuant to § 37.1-67.3.

44. [Repealed.]

45. Investigative notes; correspondence and information furnished in confidence with respect to an investigation; and official records otherwise exempted by this chapter or any Virginia statute, provided to or produced by or for the Auditor of Public Accounts and the Joint Legislative Audit and Review Commission; or investigative notes, correspondence, documentation and information furnished and provided to or produced by or for the Department of the State Internal Auditor with respect to an investigation initiated through the State Employee Fraud, Waste and Abuse Hotline. Nothing in this chapter shall prohibit disclosure of information from the records of completed investigations in a form that does not reveal the identity of complainants, persons supplying information or other individuals involved in the investigation; however, disclosure, unless such disclosure is prohibited by this section, of information from the records of completed investigations shall include, but is not limited to, the agency involved, the identity of the person who is the subject of the complaint, the nature of the complaint, and the actions taken to resolve the complaint. In the event an investigation does not lead to corrective action, the identity of the person who is the subject of the complaint may be released only with the consent of the subject person.

46. Data formerly required to be submitted to the Commissioner of Health relating to the establishment of new or expansion of existing clinical health services, acquisition of major medical equipment, or certain projects requiring capital expenditures pursuant to former § 32.1-102.3:4.

47. Documentation or other information which describes the design, function, operation or access control features of any security system, whether manual or automated, which is used to control access to or use of any automated data processing or telecommunications system.

48. Confidential financial statements, balance sheets, trade secrets, and revenue and cost projections provided to the Department of Rail and Public Transportation, provided such information is exempt under the federal Freedom of Information Act or the federal Interstate Commerce Act or other laws administered by the Interstate Commerce Commission or the Federal Rail Administration with respect to data provided in confidence to the Interstate Commerce Commission and the Federal Railroad Administration.

49. In the case of corporations organized by the Virginia Retirement System, ~~RF&P Corporation and its wholly owned subsidiaries~~, (i) proprietary information provided by, and financial information concerning, coventurers, partners, lessors, lessees, or investors, and (ii) records concerning the condition, acquisition, disposition, use, leasing, development, coventuring, or management of real estate the disclosure of which would have a substantial adverse impact on the value of such real estate or result in a competitive disadvantage to the corporation or subsidiary.

50. Confidential proprietary records related to inventory and sales, voluntarily provided by private energy suppliers to the Department of Mines, Minerals and Energy, used by that Department for energy contingency planning purposes or for developing consolidated statistical information on energy supplies.

51. Confidential proprietary information furnished to the Board of Medical Assistance Services or the Medicaid Prior Authorization Advisory Committee pursuant to Article 4 (§ 32.1-331.12 et seq.) of Chapter 10 of Title 32.1.

52. [Repealed.]

53. Proprietary, commercial or financial information, balance sheets, trade secrets, and revenue and cost projections provided by a private transportation business to the Virginia Department of Transportation and the Department of Rail and Public Transportation for the purpose of conducting transportation studies needed to obtain grants or other financial assistance under the Intermodal Surface Transportation Efficiency Act of 1991 (P.L. 102-240) for transportation projects, provided such information is exempt under the federal Freedom of Information Act or the federal Interstate Commerce Act or other laws administered by the Interstate Commerce Commission or the Federal Rail Administration with respect to data provided in confidence to the Interstate Commerce Commission and the Federal Railroad Administration. However, the exemption provided by this subdivision shall not

429 apply to any wholly owned subsidiary of a public body.

430 54. Names and addresses of subscribers to Virginia Wildlife magazine, published by the Department
431 of Game and Inland Fisheries, provided the individual subscriber has requested in writing that the
432 Department not release such information.

433 55. Reports, documents, memoranda or other information or materials which describe any aspect of
434 security used by the Virginia Museum of Fine Arts to the extent that disclosure or public dissemination
435 of such materials would jeopardize the security of the Museum or any warehouse controlled by the
436 Museum, as follows:

437 a. Operational, procedural or tactical planning documents, including any training manuals to the
438 extent they discuss security measures;

439 b. Surveillance techniques;

440 c. Installation, operation, or utilization of any alarm technology;

441 d. Engineering and architectural drawings of the Museum or any warehouse;

442 e. Transportation of the Museum's collections, including routes and schedules; or

443 f. Operation of the Museum or any warehouse used by the Museum involving the:

444 (1) Number of employees, including security guards, present at any time; or

445 (2) Busiest hours, with the maximum number of visitors in the Museum.

446 56. Reports, documents, memoranda or other information or materials which describe any aspect of
447 security used by the Virginia Department of Alcoholic Beverage Control to the extent that disclosure or
448 public dissemination of such materials would jeopardize the security of any government store as defined
449 in Title 4.1, or warehouse controlled by the Department of Alcoholic Beverage Control, as follows:

450 (i) Operational, procedural or tactical planning documents, including any training manuals to the
451 extent they discuss security measures;

452 (ii) Surveillance techniques;

453 (iii) The installation, operation, or utilization of any alarm technology;

454 (iv) Engineering and architectural drawings of such government stores or warehouses;

455 (v) The transportation of merchandise, including routes and schedules; and

456 (vi) The operation of any government store or the central warehouse used by the Department of
457 Alcoholic Beverage Control involving the:

458 a. Number of employees present during each shift;

459 b. Busiest hours, with the maximum number of customers in such government store; and

460 c. Banking system used, including time and place of deposits.

461 57. Information required to be provided pursuant to § 54.1-2506.1.

462 58. Confidential information designated as provided in subsection D of § 11-52 as trade secrets or
463 proprietary information by any person who has submitted to a public body an application for
464 prequalification to bid on public construction projects in accordance with subsection B of § 11-46.

465 59. All information and records acquired during a review of any child death by the State Child
466 Fatality Review Team established pursuant to § 32.1-283.1.

467 60. Investigative notes, correspondence, documentation and information provided to or produced by
468 or for the committee or the auditor with respect to an investigation or audit conducted pursuant to
469 § 15.1-765.2. Nothing in this section shall prohibit disclosure of information from the records of
470 completed investigations or audits in a form that does not reveal the identity of complainants or persons
471 supplying information.

472 61. Financial, medical, rehabilitative and other personal information concerning applicants for or
473 recipients of loan funds submitted to or maintained by the Assistive Technology Loan Fund Authority
474 under Chapter 11 (§ 51.5-53 et seq.) of Title 51.5.

475 62. Confidential proprietary records which are voluntarily provided by a private entity pursuant to a
476 proposal filed with a public entity under the Public-Private Transportation Act of 1995 (§ 56-556 et
477 seq.), pursuant to a promise of confidentiality from the responsible public entity, used by the responsible
478 public entity for purposes related to the development of a qualifying transportation facility; and
479 memoranda, working papers or other records related to proposals filed under the Public-Private
480 Transportation Act of 1995, where, if such records were made public, the financial interest of the public
481 or private entity involved with such proposal or the process of competition or bargaining would be
482 adversely affected. In order for confidential proprietary information to be excluded from the provisions
483 of this chapter, the private entity shall (i) invoke such exclusion upon submission of the data or other
484 materials for which protection from disclosure is sought, (ii) identify the data or other materials for
485 which protection is sought, and (iii) state the reasons why protection is necessary. For the purposes of
486 this subdivision, the terms public entity and private entity shall be defined as they are defined in the
487 Public-Private Transportation Act of 1995.

488 63. Records of law-enforcement agencies, to the extent that such records contain specific tactical
489 plans, the disclosure of which would jeopardize the safety or security of law-enforcement personnel or
490 the general public; engineering plans, architectural drawings, or operational specifications of

governmental law-enforcement facilities, including but not limited to courthouses, jails, and detention facilities, to the extent that disclosure could jeopardize the safety or security of law-enforcement offices; however, general descriptions shall be provided to the public upon request.

64. All records of the University of Virginia or the University of Virginia Medical Center which contain proprietary, business-related information pertaining to the operations of the University of Virginia Medical Center, including its business development or marketing strategies and its activities with existing or future joint venturers, partners, or other parties with whom the University of Virginia Medical Center has formed, or forms, any arrangement for the delivery of health care, if disclosure of such information would be harmful to the competitive position of the Medical Center.

65. Patient level data collected by the Board of Health and not yet processed, verified, and released, pursuant to § 32.1-276.9, to the Board by the nonprofit organization with which the Commissioner of Health has contracted pursuant to § 32.1-276.4.

66. Records of the Medical College of Virginia Hospitals Authority pertaining to any of the following: (i) an individual's qualifications for or continued membership on its medical or teaching staffs; proprietary information gathered by or in the possession of the Authority from third parties pursuant to a promise of confidentiality; contract cost estimates prepared for confidential use in awarding contracts for construction or the purchase of goods or services; data, records or information of a proprietary nature produced or collected by or for the Authority or members of its medical or teaching staffs; financial statements not publicly available that may be filed with the Authority from third parties; the identity, accounts or account status of any customer of the Authority; consulting or other reports paid for by the Authority to assist the Authority in connection with its strategic planning and goals; and the determination of marketing and operational strategies where disclosure of such strategies would be harmful to the competitive position of the Authority; and (ii) data, records or information of a proprietary nature produced or collected by or for employees of the Authority, other than the Authority's financial or administrative records, in the conduct of or as a result of study or research on medical, scientific, technical or scholarly issues, whether sponsored by the Authority alone or in conjunction with a governmental body or a private concern, when such data, records or information have not been publicly released, published, copyrighted or patented.

C. Neither any provision of this chapter nor any provision of Chapter 26 (§ 2.1-377 et seq.) of this title shall be construed as denying public access to contracts between a public official and a public body, other than contracts settling public employee employment disputes held confidential as personnel records under subdivision 3 of subsection B of this section, or to records of the position, job classification, official salary or rate of pay of, and to records of the allowances or reimbursements for expenses paid to, any public officer, official or employee at any level of state, local or regional government in the Commonwealth or to the compensation or benefits paid by any corporation organized by the Virginia Retirement System, ~~RF&P Corporation and its wholly owned subsidiaries, to their or its~~ officers or employees. The provisions of this subsection, however, shall not apply to records of the official salaries or rates of pay of public employees whose annual rate of pay is \$10,000 or less.

§ 2.1-344. Executive or closed meetings.

A. Public bodies are not required to conduct executive or closed meetings. However, should a public body determine that an executive or closed meeting is desirable, such meeting shall be held only for the following purposes:

1. Discussion, consideration or interviews of prospective candidates for employment; assignment, appointment, promotion, performance, demotion, salaries, disciplining or resignation of specific public officers, appointees or employees of any public body; and evaluation of performance of departments or schools of state institutions of higher education where such matters regarding such specific individuals might be affected by such evaluation. Any teacher shall be permitted to be present during an executive session or closed meeting in which there is a discussion or consideration of a disciplinary matter which involves the teacher and some student or students and the student or students involved in the matter are present, provided the teacher makes a written request to be present to the presiding officer of the appropriate board.

2. Discussion or consideration of admission or disciplinary matters concerning any student or students of any state institution of higher education or any state school system. However, any such student, legal counsel and, if the student is a minor, the student's parents or legal guardians shall be permitted to be present during the taking of testimony or presentation of evidence at an executive or closed meeting, if such student, parents or guardians so request in writing and such request is submitted to the presiding officer of the appropriate board.

3. Discussion or consideration of the condition, acquisition or use of real property for public purpose, or of the disposition of publicly held property, or of plans for the future of a state institution of higher education which could affect the value of property owned or desirable for ownership by such institution.

4. The protection of the privacy of individuals in personal matters not related to public business.

552 5. Discussion concerning a prospective business or industry or expansion of an existing business or
553 industry where no previous announcement has been made of the business' or industry's interest in
554 locating or expanding its facilities in the community.

555 6. The investing of public funds where competition or bargaining is involved, where, if made public
556 initially, the financial interest of the governmental unit would be adversely affected.

557 7. Consultation with legal counsel and briefings by staff members, consultants or attorneys,
558 pertaining to actual or probable litigation, or other specific legal matters requiring the provision of legal
559 advice by counsel.

560 8. In the case of boards of visitors of state institutions of higher education, discussion or
561 consideration of matters relating to gifts, bequests and fund-raising activities, and grants and contracts
562 for services or work to be performed by such institution. However, the terms and conditions of any such
563 gifts, bequests, grants and contracts made by a foreign government, a foreign legal entity or a foreign
564 person and accepted by a state institution of higher education shall be subject to public disclosure upon
565 written request to the appropriate board of visitors. For the purpose of this subdivision, (i) "foreign
566 government" means any government other than the United States government or the government of a
567 state or a political subdivision thereof; (ii) "foreign legal entity" means any legal entity created under the
568 laws of the United States or of any state thereof if a majority of the ownership of the stock of such
569 legal entity is owned by foreign governments or foreign persons or if a majority of the membership of
570 any such entity is composed of foreign persons or foreign legal entities, or any legal entity created under
571 the laws of a foreign government; and (iii) "foreign person" means any individual who is not a citizen
572 or national of the United States or a trust territory or protectorate thereof.

573 9. In the case of the boards of trustees of the Virginia Museum of Fine Arts and The Science
574 Museum of Virginia, discussion or consideration of matters relating to specific gifts, bequests, and
575 grants.

576 10. Discussion or consideration of honorary degrees or special awards.

577 11. Discussion or consideration of tests or examinations or other documents excluded from this
578 chapter pursuant to § 2.1-342 B 9.

579 12. Discussion, consideration or review by the appropriate House or Senate committees of possible
580 disciplinary action against a member arising out of the possible inadequacy of the disclosure statement
581 filed by the member, provided the member may request in writing that the committee meeting not be
582 conducted in executive session.

583 13. Discussion of strategy with respect to the negotiation of a siting agreement or to consider the
584 terms, conditions, and provisions of a siting agreement if the governing body in open meeting finds that
585 an open meeting will have a detrimental effect upon the negotiating position of the governing body or
586 the establishment of the terms, conditions and provisions of the siting agreement, or both. All
587 discussions with the applicant or its representatives may be conducted in a closed meeting or executive
588 session.

589 14. Discussion by the Governor and any economic advisory board reviewing forecasts of economic
590 activity and estimating general and nongeneral fund revenues.

591 15. Discussion or consideration of medical and mental records excluded from this chapter pursuant to
592 § 2.1-342 B 3, and those portions of disciplinary proceedings by any regulatory board within the
593 Department of Professional and Occupational Regulation or Department of Health Professions conducted
594 pursuant to § 9-6.14:11 or § 9-6.14:12 during which the board deliberates to reach a decision.

595 16. Discussion, consideration or review of State Lottery Department matters related to proprietary
596 lottery game information and studies or investigations exempted from disclosure under subdivisions 37
597 and 38 of subsection B of § 2.1-342.

598 17. Those portions of meetings by local government crime commissions where the identity of, or
599 information tending to identify, individuals providing information about crimes or criminal activities
600 under a promise of anonymity is discussed or disclosed.

601 18. Discussion, consideration, review and deliberations by local community corrections resources
602 boards regarding the placement in community diversion programs of individuals previously sentenced to
603 state correctional facilities.

604 19. [Repealed.]

605 20. Those portions of meetings in which the Board of Corrections discusses or discloses the identity
606 of, or information tending to identify, any prisoner who (i) provides information about crimes or
607 criminal activities, (ii) renders assistance in preventing the escape of another prisoner or in the
608 apprehension of an escaped prisoner, or (iii) voluntarily or at the instance of a prison official renders
609 other extraordinary services, the disclosure of which is likely to jeopardize the prisoner's life or safety.

610 21. Discussion of plans to protect public safety as it relates to terrorist activity.

611 22. In the case of corporations organized by the Virginia Retirement System, ~~RF&P Corporation and~~
612 ~~its wholly owned subsidiaries~~, discussion or consideration of (i) proprietary information provided by, and
613 financial information concerning, coventurers, partners, lessors, lessees, or investors, and (ii) the

condition, acquisition, disposition, use, leasing, development, coventuring, or management of real estate the disclosure of which would have a substantial adverse impact on the value of such real estate or result in a competitive disadvantage to the corporation or subsidiary.

23. Those portions of meetings in which individual child death cases are discussed by the State Child Fatality Review Team established pursuant to § 32.1-283.1.

24. Those portions of meetings of the University of Virginia Board of Visitors and those portions of meetings of any persons to whom management responsibilities for the University of Virginia Medical Center have been delegated, in which there is discussed proprietary, business-related information pertaining to the operations of the University of Virginia Medical Center, including its business development or marketing strategies and its activities with existing or future joint venturers, partners, or other parties with whom the University of Virginia Medical Center has formed, or forms, any arrangement for the delivery of health care, if disclosure of such information would be harmful to the competitive position of the Medical Center.

25. In the case of the Medical College of Virginia Hospitals Authority, discussion or consideration of any of the following: the condition, acquisition, use or disposition of real or personal property; operational plans that could affect the value of property, real or personal, owned or desirable for ownership by the Authority; matters relating to gifts, bequests and fund-raising activities; grants and contracts for services or work to be performed by the Authority; marketing or operational strategies where disclosure of such strategies would be harmful to the competitive position of the Authority; members of its medical and teaching staffs and qualifications for appointments thereto; and qualifications or evaluations of other employees.

B. No resolution, ordinance, rule, contract, regulation or motion adopted, passed or agreed to in an executive or closed meeting shall become effective unless the public body, following the meeting, reconvenes in open meeting and takes a vote of the membership on such resolution, ordinance, rule, contract, regulation or motion which shall have its substance reasonably identified in the open meeting. Nothing in this section shall be construed to require the board of directors of any authority created pursuant to the Industrial Development and Revenue Bond Act (§ 15.1-1373 et seq.), or any public body empowered to issue industrial revenue bonds by general or special law, to identify a business or industry to which subdivision A 5 of this section applies. However, such business or industry must be identified as a matter of public record at least thirty days prior to the actual date of the board's authorization of the sale or issuance of such bonds.

C. Public officers improperly selected due to the failure of the public body to comply with the other provisions of this section shall be de facto officers and, as such, their official actions are valid until they obtain notice of the legal defect in their election.

D. Nothing in this section shall be construed to prevent the holding of conferences between two or more public bodies, or their representatives, but these conferences shall be subject to the same regulations for holding executive or closed sessions as are applicable to any other public body.

§ 2.1-639.2. Definitions.

As used in this chapter:

"Advisory agency" means any board, commission, committee or post which does not exercise any sovereign power or duty, but is appointed by a governmental agency or officer or is created by law for the purpose of making studies or recommendations, or advising or consulting with a governmental agency.

"Business" means a corporation, partnership, sole proprietorship, firm, enterprise, franchise, association, trust or foundation, or any other individual or entity carrying on a business or profession, whether or not for profit.

"Contract" means any agreement to which a governmental agency is a party, or any agreement on behalf of a governmental agency which involves the payment of money appropriated by the General Assembly or political subdivision, whether or not such agreement is executed in the name of the Commonwealth, or some political subdivision thereof. "Contract" includes a subcontract only when the contract of which it is a part is with the officer's or employee's own governmental agency.

"Dependent" means a son, daughter, father, mother, brother, sister or other person, whether or not related by blood or marriage, if such person receives from the officer or employee, or provides to the officer or employee, more than one-half of his financial support.

"Employee" means all persons employed by a governmental or advisory agency, unless otherwise limited by the context of its use.

"Financial institution" means any bank, trust company, savings institution, industrial loan association, consumer finance company, credit union, broker-dealer as defined in § 13.1-501, or investment company or advisor registered under the federal Investment Advisors Act or Investment Company Act of 1940.

"Gift" means any gratuity, favor, discount, entertainment, hospitality, loan, forbearance, or other item having monetary value. It includes services as well as gifts of transportation, local travel, lodgings and

meals, whether provided in-kind, by purchase of a ticket, payment in advance or reimbursement after the expense has been incurred. "Gift" shall not include any offer of a ticket or other admission or pass unless the ticket, admission, or pass is used. "Gift" shall not include honorary degrees and presents from relatives. For the purpose of this definition, "relative" means the donee's spouse, child, uncle, aunt, niece, or nephew; a person to whom the donee is engaged to be married; the donee's or his spouse's parent, grandparent, grandchild, brother, or sister; or the donee's brother's or sister's spouse.

"Governmental agency" means each component part of the legislative, executive or judicial branches of state and local government, including each office, department, authority, post, commission, committee, and each institution or board created by law to exercise some regulatory or sovereign power or duty as distinguished from purely advisory powers or duties. Corporations organized or controlled by the Virginia Retirement System, ~~RF&P Corporation and its wholly owned subsidiaries~~ are "governmental agencies" for purposes of this chapter.

"Immediate family" means (i) a spouse and (ii) any other person residing in the same household as the officer or employee, who is a dependent of the officer or employee or of whom the officer or employee is a dependent.

"Officer" means any person appointed or elected to any governmental or advisory agency including local school boards, whether or not he receives compensation or other emolument of office. Unless the context requires otherwise, "officer" includes members of the judiciary.

"Personal interest" means a financial benefit or liability accruing to an officer or employee or to a member of his immediate family. Such interest shall exist by reason of (i) ownership in a business if the ownership interest exceeds three percent of the total equity of the business; (ii) annual income that exceeds, or may reasonably be anticipated to exceed, \$10,000 from ownership in real or personal property or a business; (iii) salary, other compensation, fringe benefits, or benefits from the use of property, or any combination thereof, paid or provided by a business that exceeds, or may reasonably be anticipated to exceed, \$10,000 annually; (iv) ownership of real or personal property if the interest exceeds \$10,000 in value and excluding ownership in a business, income, or salary, other compensation, fringe benefits or benefits from the use of property; or (v) personal liability incurred or assumed on behalf of a business if the liability exceeds three percent of the asset value of the business.

"Personal interest in a contract" means a personal interest which an officer or employee has in a contract with a governmental agency, whether due to his being a party to the contract or due to a personal interest in a business which is a party to the contract.

"Personal interest in a transaction" means a personal interest of an officer or employee in any matter considered by his agency. Such personal interest exists when an officer or employee or a member of his immediate family has a personal interest in property or a business, or represents any individual or business and such property, business or represented individual or business (i) is the subject of the transaction or (ii) may realize a reasonably foreseeable direct or indirect benefit or detriment as a result of the action of the agency considering the transaction. Notwithstanding the above, such personal interest in a transaction shall not be deemed to exist where an elected member of a local governing body serves without remuneration as a member of the board of trustees of a not-for-profit entity and such elected member or member of his immediate family has no personal interest related to the not-for-profit entity.

"State and local government officers and employees" shall not include members of the General Assembly.

"Transaction" means any matter considered by any governmental or advisory agency, whether in a committee, subcommittee, or other entity of that agency or before the agency itself, on which official action is taken or contemplated.

§ 2.1-639.9. Further exceptions.

A. The provisions of §§ 2.1-639.6 through 2.1-639.8 shall not apply to:

1. The sale, lease or exchange of real property between an officer or employee and a governmental agency, provided the officer or employee does not participate in any way as such officer or employee in such sale, lease or exchange, and this fact is set forth as a matter of public record by the governing body of the governmental agency or by the administrative head thereof;

2. The publication of official notices;

3. Contracts between the government or school board of a town or city with a population of less than 10,000 and an officer or employee of that town or city government or school board when the total of such contracts between the town or city government or school board and the officer or employee of that town or city government or school board or a business controlled by him does not exceed \$10,000 per year or such amount exceeds \$10,000 and is less than \$25,000 but results from contracts arising from awards made on a sealed bid basis, and such officer or employee has made disclosure as provided for in § 2.1-639.14;

4. An officer or employee whose sole personal interest in a contract with the governmental agency is by reason of income from the contracting firm or governmental agency in excess of \$10,000 per year, provided the officer or employee or a member of his immediate family does not participate and has no

authority to participate in the procurement or letting of such contract on behalf of the contracting firm and the officer or employee either does not have authority to participate in the procurement or letting of the contract on behalf of his governmental agency or he disqualifies himself as a matter of public record and does not participate on behalf of his governmental agency in negotiating the contract or in approving the contract;

5. Except when the governmental agency is the Virginia Retirement System, ~~RF&P Corporation and its wholly owned subsidiaries~~, contracts between an officer's or employee's governmental agency and a public service corporation, financial institution, or company furnishing public utilities in which the officer or employee has a personal interest, provided the officer or employee disqualifies himself as a matter of public record and does not participate on behalf of his governmental agency in negotiating the contract or in approving the contract;

6. Contracts for the purchase of goods or services when the contract does not exceed \$500;

7. Grants or other payment under any program wherein uniform rates for, or the amounts paid to, all qualified applicants are established solely by the administering governmental agency; or

8. An officer or employee whose sole personal interest in a contract with his own governmental agency is by reason of his marriage to his spouse who is employed by the same agency, if the spouse was employed by such agency for five or more years prior to marrying such officer or employee.

B. Neither the provisions of this chapter nor, unless expressly provided otherwise, any amendments thereto shall apply to those employment contracts or renewals thereof or to any other contracts entered into prior to August 1, 1987, which were in compliance with either the Virginia Conflict of Interests Act, Chapter 22 (§ 2.1-347 et seq.) or the Comprehensive Conflict of Interests Act, Chapter 40 (§ 2.1-599 et seq.) of this title at the time of their formation and thereafter. Those contracts shall continue to be governed by the provisions of the appropriate prior Act. Notwithstanding the provisions of subdivision (f)(4) of § 2.1-348 of Chapter 22 of this title in effect prior to July 1, 1983, the employment by the same governmental agency of an officer or employee and spouse or any other relative residing in the same household shall not be deemed to create a material financial interest except when one of such persons is employed in a direct supervisory or administrative position, or both, with respect to such spouse or other relative residing in his household and the annual salary of such subordinate is \$22,500 or more.

§ 2.1-639.13. Disclosure by state officers and employees.

A. The Governor, Lieutenant Governor, Attorney General, Justices of the Supreme Court, judges of the Court of Appeals, judges of any circuit court, judges and substitute judges of any district court, members of the State Corporation Commission, members of the Virginia Workers' Compensation Commission, members of the Commonwealth Transportation Board, members of the Board of Trustees of the Virginia Retirement System, ~~members of the board of directors of RF&P Corporation and its wholly owned subsidiaries~~ and members of the State Lottery Board and other persons occupying such offices or positions of trust or employment in state government as may be designated by the Governor or, in the case of officers or employees of the legislative branch, by the joint rules committees of the General Assembly, shall file, as a condition to assuming office or employment, a disclosure statement of their personal interests and such other information as is specified on the form set forth in § 2.1-639.15 and thereafter shall file such a statement annually on or before January 15.

B. Nonsalaried citizen members of policy and supervisory boards, commissions and councils as designated in Chapter 1.4 (§ 9-6.25 et seq.) of Title 9, other than the Commonwealth Transportation Board, members of the Board of Trustees of the Virginia Retirement System, ~~members of the board of directors of RF&P Corporation and its wholly owned subsidiaries~~ and the State Lottery Board, shall file, as a condition to assuming office, a disclosure form of their personal interests and such other information as is specified on the form set forth in § 2.1-639.15:1 and thereafter shall file such form annually on or before January 15. Nonsalaried citizen members of other boards, commissions and councils, including advisory boards, may be required to file a disclosure form if so designated by the Governor, in which case the form shall be that set forth in § 2.1-639.15:1.

C. The disclosure forms required by subsections A and B of this section shall be provided by the Secretary of the Commonwealth to each officer and employee so designated not later than November 30 of each year. Disclosure forms shall be filed and maintained as public records for five years in the Office of the Secretary of the Commonwealth.

D. Candidates for the offices of Governor, Lieutenant Governor or Attorney General shall file a disclosure statement of their personal interests as required by § 24.2-502.

E. Any officer or employee of state government who has a personal interest in any transaction before the governmental or advisory agency of which he is an officer or employee and who is disqualified from participating in that transaction pursuant to § 2.1-639.11 A 1, or otherwise elects to disqualify himself, shall forthwith make disclosure of the existence of his interest, and his disclosure shall be reflected in the public records of the agency for five years in the office of the administrative head of the

798 officer's or employee's governmental agency or advisory agency or, if the agency has a clerk, in the
799 clerk's office.

800 F. An officer or employee of state government who is required to declare his interest pursuant to
801 § 2.1-639.11 A 2, shall declare his interest do so by stating (i) the transaction involved, (ii) the nature of
802 the officer's or employee's personal interest affected by the transaction, (iii) that he is a member of a
803 business, profession, occupation, or group the members of which are affected by the transaction, and (iv)
804 that he is able to participate in the transaction fairly, objectively, and in the public interest. The officer
805 or employee shall either make his declaration orally to be recorded in written minutes for his agency or
806 file a signed written declaration with the clerk or administrative head of his governmental or advisory
807 agency, as appropriate, who shall, in either case, retain and make available for public inspection such
808 declaration for a period of five years from the date of recording or receipt. If reasonable time is not
809 available to comply with the provisions of this subsection prior to participation in the transaction, the
810 officer or employee shall prepare and file the required declaration by the end of the next business day.

811 § 51.1-124.20. Board of Trustees reconstituted and reestablished; members of Board.

812 A. The Board of Trustees of the Virginia Retirement System holding office on the effective date of
813 this section is dissolved and the appointees are discharged from any further duties and shall exercise no
814 further powers or authority by virtue of their office.

815 B. The Board of Trustees is hereby reestablished and reconstituted as follows:

816 1. The Board shall consist of nine members. The Governor shall appoint five members of the Board
817 who shall be confirmed by the affirmative vote of a majority of those voting in each house of the
818 General Assembly. The Joint Rules Committee shall appoint the other four members of the Board who
819 shall be confirmed by the affirmative vote of a majority of those voting in each house of the General
820 Assembly. The Joint Rules Committee shall designate the term of its appointees under subdivision B 3
821 below for the term for which each appointee is a candidate.

822 2. Members shall be appointed for five-year terms with such members leaving the Board on a
823 staggered basis.

824 3. For the initial term of the Board of Trustees, the schedule below shall be followed:

825 a. One gubernatorial appointee, who shall be the Governor's designee to serve as chairman, shall be
826 appointed for a term of one year;

827 b. One gubernatorial and one legislative appointee shall be appointed for a term of two years;

828 c. One gubernatorial and one legislative appointee shall be appointed for a term of three years;

829 d. One gubernatorial and one legislative appointee shall be appointed for a term of four years; and

830 e. One gubernatorial and one legislative appointee shall be appointed for a term of five years.

831 C. Appointments to fill vacancies shall be for the unexpired terms. A vacancy of a legislatively
832 appointed trustee shall be filled by the Joint Rules Committee, and any such appointee shall enter upon
833 and continue in office, subject to confirmation at the next session of the General Assembly. If the
834 General Assembly refuses or fails to confirm his appointment, such person shall not be eligible for
835 reappointment.

836 D. No member shall be eligible to serve for more than two successive five-year terms. After the
837 expiration of an unexpired term to which appointed, or for an appointment described in subdivision B 3
838 a, b, c, or d of this section, a member may serve one additional five-year term.

839 E. Subject to confirmation by the affirmative vote of a majority of those voting in each house of the
840 General Assembly, the Governor shall designate the chairman of the Board from among the Board
841 members described in subsection B above. A chairman may be reappointed and confirmed for additional
842 two-year terms, not to exceed a total of two. However, the initial chairman's one-year term shall not be
843 counted against the two-term limitation, and such person may serve as chairman for five successive
844 years if appointed and confirmed as aforesaid. The chairman shall (i) preside over meetings of the
845 Board; (ii) communicate on behalf of the Board to outside entities interested in the Retirement System;
846 and (iii) perform additional duties as may be set by resolution of the Board. The Board shall elect one
847 of its members as vice chairman and appoint a secretary who may or may not be a member of the
848 Board. A majority of the members of the Board shall constitute a quorum.

849 F. Trustees shall receive an initial stipend of \$3,000 for each calendar quarter they may serve and a
850 per diem of \$300 for each Board meeting attended not to exceed one meeting per day. Commencing
851 July 1, 1995, the stipend shall be increased annually by a percentage equal to the most recent salary
852 structure adjustment as provided in the general appropriations act. The chairman shall receive an
853 additional \$1,500 for each calendar quarter served in such capacity. Government employees, still actively
854 employed by any governmental entity, shall receive a per diem of \$300 for each Board meeting
855 attended, not to exceed one meeting per day, but shall receive no stipend for their service. Retired
856 government employees shall be entitled to receive a stipend of \$3,000 for each calendar quarter they
857 may serve and a per diem of \$300 for each Board meeting attended not to exceed one meeting per day.
858 Each Board member shall be entitled to receive reimbursement for his actual reasonable and necessary
859 expenses incurred for attending Board meetings. Any member of the Board who also serves as an

officer, director, or member of the board of any corporation organized by the Virginia Retirement System ~~or RF&P Corporation and its wholly owned subsidiaries~~, shall be entitled to receive compensation and expenses pursuant to this subsection in addition to any remuneration to which he is entitled by virtue of his service as an officer, director, or member of the board of any corporation organized by the Virginia Retirement System ~~or RF&P Corporation and its wholly owned subsidiaries~~.

G. No elected or appointed official shall serve on the Board of Trustees. Except for the faculty member or employee of a state-supported institution of higher education, none of the gubernatorial appointees shall be an employee of state government.

H. The gubernatorial appointees shall be as follows: two shall have a minimum of five years of experience in the direct management, analysis, supervision, or investment of assets; one shall have at least five years of direct experience in the management and administration of employee benefit plans; one shall be a local employee; and one shall be a faculty member or employee of a state-supported institution of higher education.

I. The legislative appointees shall be as follows: two shall have a minimum of five years of experience in the direct management, analysis, supervision, or investment of assets; and one shall be a state employee and one shall be a teacher, as such terms are defined in § 51.1-124.3.

J. State and local government employees appointed to the Board pursuant to this section shall be members of the Retirement System at the time of their appointment and may be actively employed or retired.

K. Members of the Board shall be subject to removal from office only as set forth in Article 7 (§§ 24.2-230 through 24.2-238) of Chapter 2 of Title 24.2. The Circuit Court of the City of Richmond shall have exclusive jurisdiction over all proceedings for such removal.

L. Faculty members of state-supported institutions of higher education shall be eligible to serve on the Board pursuant to this section if they are members of the Retirement System at the time of their confirmation to the Board or become members of the Retirement System within eighteen months after their confirmation to the Board.

§ 51.1-124.26. Advisory Committees to the Board of Trustees; membership; terms; qualifications; duties.

To further assist the Board of Trustees in fulfilling its fiduciary duty as trustee of the funds of the Retirement System, the Board shall immediately elect an Investment Advisory Committee and a Real Estate Advisory Committee to provide the Board with sophisticated, objective, and prudent investment advice.

A. Each Committee shall consist of seven members and each member shall be elected by a two-thirds vote of the Board. Committee members shall serve at the pleasure of the Board and may be removed by a majority vote of the Board.

B. Each Advisory Committee shall include no more than two Board members and no individual Board member shall serve on more than one Committee.

C. Except for any Board member who serves on an Advisory Committee, no elected or appointed official shall serve on either Advisory Committee.

D. Except for any trustee appointed to the Board between February 28, 1994, and July 1, 1995, no former trustee of the Virginia Retirement System or its predecessors in interest shall, during the five-year period after the termination of his service as a Board member, serve on either Advisory Committee.

E. Except for Board members, members of the Investment Advisory Committee and the Real Estate Advisory Committee shall receive an initial stipend of \$1,875 for each calendar quarter they may serve and a per diem of \$300 for each meeting attended not to exceed one meeting per day. Commencing July 1, 1995, the stipend shall be increased annually by a percentage equal to the most recent salary structure adjustment as provided in the general appropriations act. Government employees shall receive no stipend for their service but shall be entitled to receive a per diem of \$300 for each Committee meeting attended not to exceed one meeting per day. Each Committee member shall be entitled to receive reimbursement for his actual reasonable and necessary expenses incurred for attending Committee meetings. Any member of any Advisory Committee who also serves as an officer, director, or member of the board of any corporation organized by the Virginia Retirement System ~~or RF&P Corporation and its wholly owned subsidiaries~~, shall be entitled to receive compensation and expenses pursuant to this subsection in addition to any remuneration to which he is entitled by virtue of his service as an officer, director, or member of the board of any corporation organized by the Virginia Retirement System ~~or RF&P Corporation and its wholly owned subsidiaries~~.

F. Any Board member who serves on an Advisory Committee shall not receive the quarterly stipend for Committee members provided for in subsection E above, but shall receive the per diem applicable to Committee meetings attended in that section plus reasonable and necessary expenses incurred.

G. The disclosure requirements of subsection B of § 2.1-639.13 of the State and Local Government

921 Conflict of Interests Act shall apply to members of the Advisory Committees who are not also Board
922 members.

923 H. Members of the Real Estate Advisory Committee shall demonstrate extensive experience with
924 substantial real estate investments. Members of the Investment Advisory Committee shall demonstrate
925 extensive experience in any one or more of the following areas: domestic or international equity or
926 fixed-income securities, cash management, alternative investments, or managed futures. By resolution of
927 the Board, additional qualifications for members of the Advisory Committees may be set.

928 I. On all matters involving real estate, the Real Estate Advisory Committee shall (i) review, evaluate,
929 and monitor investments and investment opportunities and (ii) make appropriate recommendations to the
930 Board about such investments and investment opportunities. The Investment Advisory Committee shall
931 have the same duties with regard to all other investment matters, and shall also make recommendations
932 to the Board about overall asset allocation, including real estate investments. The recommendations of
933 the Advisory Committees are not binding upon the Board of Trustees.