COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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REQUEST FOR CONFIDENTIAL TREATMENT OF) INFORMATION FILED WITH SOUTH CENTRAL) CASE NO. 95-255 BELL TELEPHONE COMPANY'S PROPOSED) CONTRACT WITH EDS)

ORDER

This matter arising upon petition of BellSouth Telecommunications, Inc., d/b/a South Central Bell Telephone Company ("South Central Bell"), filed June 12, 1995, pursuant to 807 KAR 5:001, Section 7, for confidential protection of the cost support data developed in connection with a special service arrangement contract with EDS for Four-Wire AccuPulse[®] Service on the grounds that disclosure of the information is likely to cause South Central Bell competitive injury, and it appearing to this Commission as follows:

South Central Bell has contracted with EDS to provide Four-Wire AccuPulse[®] Service. This service is currently tariffed, but is only available as a two-wire facility. In support of its application for approval of the contract, South Central Bell has provided cost data which it seeks to protect as confidential.

The information sought to be protected is not known outside South Central Bell and is not disseminated within South Central Bell except to those employees who have a legitimate business need to know and to act upon the information. South Central Bell seeks to preserve and protect the confidentiality of the information through all appropriate means, including the maintenance of appropriate security at its offices.

KRS 61.872(1) requires information filed with the Commission to be available for public inspection unless specifically exempted by statute. Exemptions from this requirement are provided in KRS 61.878(1). That section of the statute exempts several categories of information. One category exempted in paragraph (c)1 of that section is commercial information confidentially disclosed to the Commission which if made public would permit an unfair commercial advantage to competitors of the party from whom the information was To qualify for the exemption, the party claiming obtained. confidentiality must demonstrate actual competition and a likelihood of substantial competitive injury if the information is Competitive injury occurs when disclosure of the disclosed. information gives competitors an unfair business advantage.

AccuPulse[®] Service is an alternative to dedicated private line networks and utilizes the exchange switching network. Competitors for the service are providers of microwave service, digital radio and fiber networks. Disclosure of the information would enable competitors to determine South Central Bell's cost and contribution from the service which they could use in marketing their competing services to the detriment of South Central Bell. Therefore, disclosure of the information is likely to cause South Central Bell competitive injury and the information should be protected as confidential.

-2-

This Commission being otherwise sufficiently advised,

IT IS ORDERED that the cost support data filed in support of the proposed contract with EDS, which South Central Bell has petitioned to be withheld from public disclosure, shall be held and retained by this Commission as confidential and shall not open for public inspection.

Done at Frankfort, Kentucky, this 17th day of July, 1995.

PUBLIC SERVICE COMMISSION

Chairman

ATTEST:

Executive Director