

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

REQUEST FOR CONFIDENTIAL TREATMENT OF)	
INFORMATION FILED WITH SOUTH CENTRAL)	CASE NO. 95-301
BELL TELEPHONE COMPANY'S CONTRACT WITH)	
LCI INTERNATIONAL TELECOM CORP.)	

O R D E R

This matter arising upon petition of BellSouth Telecommunications, Inc., d/b/a/ South Central Bell Telephone Company ("South Central Bell"), filed July 13, 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 LCI International Telecom Corp. ("LCI") for billing services 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 to provide billing services for LCI in connection with the Kentucky Information Highway. The billing services include rating and bill processing for voice and data services to accommodate state government's request for a consolidated bill. 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 of South Central Bell and is not disseminated within South Central Bell except to those employees who have a legitimate business need

to know and 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 subsection of the statute exempts several categories of information. One category exempted in paragraph (c)1 of that subsection 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 obtained. To qualify for the exemption, the party claiming confidentiality must demonstrate actual competition and a likelihood of substantial competitive injury if the information is disclosed. Competitive injury occurs when disclosure of the information gives competitors an unfair business advantage.

South Central Bell faces competition for billing and collection services from other providers of such services. Such providers include interexchange carriers, credit card vendors, and accounting firms. EDS, a subsidiary of General Motors is also a significant competitor. Disclosure of the cost information would enable such competitors to determine South Central Bell's cost and contribution from the service which competitors could use in marketing their competing services. Therefore, disclosure of the

information is likely to cause South Central Bell competitive injury and the information should be protected as confidential.

This Commission being otherwise sufficiently advised,

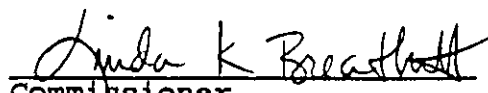
IT IS ORDERED that the cost support data developed in connection with a proposed contract with LCI, which South Central Bell has petitioned to be withheld from public disclosure, shall be held and retained by this Commission as confidential and shall not be open for public inspection.

Done at Frankfort, Kentucky, this 14th day of August, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director