COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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ELECTRONIC APPLICATION OF SOUTH)
KENTUCKY RURAL ELECTRIC COOPERATIVE) CASE NO.
CORPORATION FOR APPROVAL OF) 2018-00050
MASTER POWER PURCHASE AND SALE)
AGREEMENT AND TRANSACTIONS THEREUNDER)

ORDER

This matter arises on motions filed by East Kentucky Power Cooperative, Inc. (EKPC), on May 8, 2018, and May 24, 2018, requesting confidential treatment, pursuant to KRS 61.878 and 807 KAR 5:001, Section 13.

On May 8, 2018, EKPC filed a motion for confidential treatment (May 8, 2018 Motion for Confidential Treatment) requesting confidential treatment for a period of ten years for information contained in EKPC's supplemental response to South Kentucky Rural Electric Cooperative Corporation's Request for Information, Item 24. The designated material is more specifically described as a comparison of EKPC's cost of service data with that of other generation and transmission cooperatives (G&Ts). EKPC explains that the information is not publicly available and was provided to EKPC by the G&Ts under the condition that it would be maintained in a confidential manner. EKPC contends that public disclosure of the designated material would permit an unfair advantage to third parties by revealing information regarding business decisions and strategy generally recognized as confidential and proprietary.

On May 24, 2018, EKPC filed a motion for confidential treatment (May 24, 2018 Motion for Confidential Treatment) requesting confidential treatment for a period of ten years for information contained in its response to Commission Staff's First Post-Hearing Request for Information, Item 2. The designated material is more specifically described as policies approved by EKPC's Board of Directors, which include, among other things, delegation of authority to bind EKPC to certain transactions, means, and methods of transactional processes, procurement strategies, governance records and policies, hedging policies, credit policies, and investments. EKPC contends that public disclosure of the designated material regarding the inner workings of EKPC could give potential vendors and competitors a competitive advantage in ongoing and future negotiations to procure commodities, goods, and services, which could result in higher costs for EKPC and, in turn, higher rates for EKPC's owner-members.

Having considered the motions and the materials at issue, the Commission finds that the designated materials in EKPC's May 8, 2018 and May 24, 2018 Motions for Confidential Treatment meet the criteria for confidential treatment under KRS 61.878(1)(c) and 807 KAR 5:001, Section 13, and therefore should be granted confidential treatment.

IT IS THEREFORE ORDERED that:

- 1. EKPC's May 8, 2018 Motion for Confidential Treatment is granted.
- 2. EKPC's May 24, 2018 Motion for Confidential Treatment is granted.
- 3. The materials for which EKPC's requests for confidential treatment has been granted shall remain confidential for a period of ten years from the date of entry of this order, or until further order of the Commission.

- 4. Use of the materials that were granted confidential treatment in any Commission proceeding shall be in compliance with 807 KAR 5:001, Section 13(9).
- 5. EKPC shall inform the Commission if the materials granted confidential treatment become publicly available or no longer qualify for confidential treatment.
- 6. If a non-party to this proceeding requests to inspect materials granted confidential treatment by this order and the period during which the material have been granted confidential treatment has not run, EKPC shall have 20 days from receipt of written notice of the request to demonstrate that the materials still fall within the exclusions from disclosure requirements established in KRS 61.878. If EKPC is unable to make such demonstration, the requested materials shall be made available for inspection. Otherwise, the Commission shall deny the request for inspection.
- 7. The Commission shall not make the materials available for inspection for 20 days following an order finding that the materials no longer qualify for confidential treatment in order to allow EKPC to seek a remedy afforded by law.

By the Commission

ENTERED

OCT 03 2018

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

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