COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

REQUEST FOR CONFIDENTIAL TREATMENT OF) INFORMATION FILED WITH BELLSOUTH TELE-) COMMUNICATIONS, INC. PROPOSED CONTRACT) CASE NO. 96-044 WITH HARDIN COUNTY FOR A STANDARD DATA) INTERFACE FOR E911)

<u>O R D E R</u>

This matter arising upon petition of BellSouth Telecommunications, Inc. ("BellSouth"), filed February 12, 1996, 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 Hardin County for a Standard Data Interface for E911 Service on the grounds that disclosure of the information is likely to cause BellSouth competitive injury, and it appearing to this Commission as follows:

BellSouth has contracted with Hardin County for a Standard Data Interface for E911 Service. In support of its application to approve the agreement, BellSouth has provided cost data which it seeks to protect as confidential.

The information sought to be protected is not known outside of BellSouth and is not disseminated within BellSouth except to those employees who have a legitimate business need to know and act upon the information. BellSouth seeks to preserve and protect the confidentiality of the information through all appropriate means.

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 subsection is commercial information confidentially of that 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.

E911 Service is a service for which there are competitive alternatives. Other vendors now offer equipment that serves the same purpose as BellSouth's E911 Service. Disclosure of the cost information sought to be protected would enable such competitors to gain insight into BellSouth's costing methodology and development of costs. This information would allow competitors to develop strategic pricing plans that could be harmful to BellSouth's position in the marketplace. Therefore, disclosure of the information is likely to cause BellSouth competitive injury, and the information should be protected as confidential.

This Commission being otherwise sufficiently advised,

IT IS ORDERED that the cost data filed in support of the proposed contract with Hardin County for E911 Service, which BellSouth has petitioned to be withheld from public disclosure,

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shall be held and retained by this Commission as confidential and shall not be open for public inspection.

Done at Frankfort, Kentucky, this 7th day of May, 1996.

PUBLIC SERVICE COMMISSION

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ATTEST:

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Executive Director