COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In The Matter Of:

Application Of Kentucky Power Company For)	
(1) Authority To Modify Certain Existing)	
Demand-Side Management Programs; (2) Authority)	
To Implement New Programs; (3) Authority To)	
Discontinue Certain Existing Demand-Side Management)	
Programs; (4) Authority To Recover Costs And Net Lost)	Case No. 2015-00271
Revenues, And To Receive Incentives Associated With)	
The Implementation Of The Programs; And (5) All Other)	
Required Approvals and Relief)	9
	,	

Motion for Confidential Treatment

Kentucky Power Company moves the Public Service Commission of Kentucky pursuant to 807 KAR 5:001, Section 13(2), for an Order granting confidential treatment to certain terms of work authorization no. 027539190034X110 and the related "Change Request Forms" CO0810163 and CO0810164 for work authorization no. 027539190034X110¹ between Kentucky Power and CLEAResult Consulting, Inc.

Pursuant to 807 KAR 5:001, Section 13, Kentucky Power is filing under seal a copy of the single-page change request forms for which confidential treatment is being sought. In addition, a copy the change request forms, with the confidential information redacted, also is being filed. Kentucky Power will notify the Commission when it determines the information for which confidential treatment is sought is no longer confidential.

 $^{^1}$ Work authorization no. 028364420001X110 is subject to and governed by the provisions of Contract No. 02753910034X110.

A. The Statutory Standard.

Kentucky Power does not object to filing the information for which it is seeking confidential treatment, but requests that the identified portions of the contract amendment be excluded from the public record and public disclosure.

KRS 61.878(1)(c)(1) excludes from the Open Records Act:

Upon and after July 15, 1992, records confidentially disclosed to an agency or required to be disclosed to it, generally recognized as confidential or proprietary, which if openly disclosed would permit an unfair commercial advantage to competitors of the entity that disclosed the records.

This exception applies to those portions of work authorization no. 027539190034X110 and the related "Change Request Forms" CO0810163 and CO0810164 for work authorization no. 027539190034X110 for which Kentucky Power is seeking confidential treatment.

The information for which confidential treatment is sought includes pricing, incentive-related, and gross annual MWh savings goal information that resulted from negotiations between American Electric Power Service Corporation, on behalf of Kentucky Power, and CLEAResult Consulting, Inc. Under the contract, work authorization, and change request CLEAResult Consulting, Inc. will provide services in connection with Kentucky Power's Residential Efficient Products program. The market for such services is very competitive. Competitors of CLEAResult Consulting, Inc. providing some or all of the same services include ICF International, GoodCents, LEK Consulting, and Franklin Energy.

Competitors of CLEAResult Consulting, Inc. could use the information to reverseengineer the bid pricing and strategy, including the calculation of CLEAResult's current or projected energy savings acquisition cost. Because public disclosure of the financial information would allow other market participants to compete unfairly with the winning bidder, its release could reduce the number of competitors willing to respond to future Company proposals thereby adversely affecting Kentucky Power's future ability to secure the best bid. In addition, it would tend to establish a floor for contract pricing.

B. The Identified Information is Generally Recognized As Confidential and Proprietary and Public Disclosure Of It Will Result In An Unfair Commercial Advantage for Kentucky Power's Competitors.

The identified information required to be disclosed is highly confidential. Dissemination of the information for which confidential treatment is being requested is restricted by Kentucky Power and CLEAResult Consulting, Inc. Kentucky Power and its affiliates, along with CLEAResult Consulting, Inc., take all reasonable measures to prevent its disclosure to the public as well as persons within the Company who do not have a need for the information. The information is not disclosed to persons outside of CLEAResult Consulting, Inc., Kentucky Power, or its affiliates. Within those organizations, the information is available only upon a confidential need-to-know basis that does not extend beyond those employees with a legitimate business need to know and act upon the identified information.

Contract No. 02753910034X110 expires December 31, 2017. The information for which confidential is being sought should be kept confidential until December 31, 2021. The requested period includes the contract term plus a four-year "buffer" period. Although the subject contract (as amended by the change request forms) will have been rebid and awarded prior to the expiration of the requested period for confidential treatment, Kentucky Power is informed by the vendor that the specific pricing information will continue to provide an unfair competitive advantage for the requested confidentiality period to competitors of CLEAResult Consulting,

Inc. competing for similar contracts with other utilities. At the end of the requested confidential period the information will have limited or no competitive commercial value.

C. The Identified Information Is Required To Be Disclosed To An Agency.

The identified information is being disclosed in compliance with the Commission's Order. The Commission is a "public agency" as that term is defined at KRS 61.870(1).

WHEREFORE, Kentucky Power Company respectfully requests the Commission to enter an Order:

- 1. According confidential status to and withholding from public inspection the identified financial information in work authorization no. 027539190034X110 and the related "Change Request Forms" CO0810163 and CO0810164 for work authorization no. 027539190034X110; and
 - 2. Granting Kentucky Power all further relief to which it may be entitled.

espectfully submitted.

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