## COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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Electronic INVESTIGATION OF	)	
JURISDICTIONAL STATUS OF EAST	)	Case No.
KENTUCKY MIDSTREAM, LLC, AND OF	)	
ITS COMPLAIANCE WITH KRS CHAPTER	)	2020-00238
278, 807 KAR CHAPTER 005, AND 49 CFR		
PARTS 191 AND 192		

## **Motion for Confidential Treatment of Information**

East Kentucky Midstream, LLC ("EKM") respectfully submits this Motion pursuant to 807 KAR 5:001, § 13, for confidential treatment of certain information filed concurrently with its Response to the Attorney General's Initial Data Requests in this case. In support of this Motion, EKM states as follows:

- 1. On this date, EKM filed with the Commission its Response to the Attorney General's initial data requests ("1 AG \_\_").
- 2. EKM seeks confidential treatment for the material terms contained the purchase agreements (collectively "Agreements") filed as attachments 01-0030 0056 in response to 1 AG 05. Material terms include information such as the purchase amounts and other dollar amounts items that are not simply boilerplate and are uniquely essential to negotiation of each Agreement. The publicly-filed Agreements have been redacted; unredacted copies with material terms highlighted have been provided under seal.
- 3. The material terms of the Agreements should be kept confidential because these contain propriety information. EKM should not be forced to share this information publicly to its possible detriment. Public accessibility would cause EKM harm because disclosure would

give other potential purchasers and competitors a "leg-up" regarding the assets discussed in the Agreements. Such disclosure would also be costly in the future when attempts acquire similar assets are made and EKM's ability to negotiate terms specific to a particular site and its circumstances has been compromised.

- 4. Under KRS 61.878(1)(c)(1), commercial information (such as that contained in the Agreements) generally recognized as confidential is protected if disclosure would cause competitive injury and permit competitors an unfair commercial advantage. Additionally, the information in the Agreements is not publicly disseminated and public disclosure of this information would harm EKM. The Agreements reveal commercially sensitive information regarding the internal ability and workings of EKM in particular, how EKM evaluates certain projects, evaluates potential networks, and responds to various issues that arise in similar purchase agreements, including the negotiated prices and terms for property rights. The price terms negotiated, form provisions, and related acquisition strategy then demonstrate innovative and proprietary processes developed through experience and used by EKM to develop these facilities and networks. EKM would suffer a business injury if forced to disclose the material terms in the Agreements. For example, if disclosed, the Agreements would give competitors sensitive information about, *e.g.*, (a) acquisition strategy and capability and (b) analysis of networks, their problems, and potential.
- 5. If the Commission's tentative assessment is that any of the information identified herein is not exempt from disclosure as confidential commercial information, it must hold an evidentiary hearing to protect EKM's due process rights and permit an opportunity to create a complete record enabling the Commission to decide this confidentiality request.

- 6. In compliance with 807 KAR 5:001 § 13(2)(a)(3), EKM is filing with the Commission one copy of the Agreements, entirely unreducted and with highlighting of the material for which confidential treatment is sought. The unreducted copies are filed under seal pursuant to the instructions regarding confidential filings in the 3/24/20 Order issued in KY. PSC Case No. 2020-00085; reducted pages have been publicly filed with the electronic copy of EKM's Response.
- 7. Section 13(2)(a)(2) of 807 KAR 5:001 provides that a motion for confidential treatment shall state the time period in which the material should be treated as confidential and the reasons for this time period. EKM respectfully submits that five (5) years from the date of the filing of the Response is a reasonable period of time for the material in these documents to be treated as confidential in the light of competitive conditions in the gas industry.

WHEREFORE, EKM respectfully requests that the Commission grant confidential treatment of the information described herein, filed under seal and shown as redacted in the publicly-filed Response and attachments thereto.

Respectfully submitted,

/s/ Kathryn A. Eckert

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