COMMONWEALTH OF KENTUCKY BEFORE THE KENTUCKY STATE BOARD ON ELECTRIC GENERATION AND TRANSMISSION SITING

In the Matter of:

In the Matter of the Application of Lost City Renewables LLC for a Certificate of Construction for an Approximately 250 Megawatt Merchant Electric Solar Generating Facility in Muhlenberg County, Kentucky Pursuant to KRS 278.700 and 807 KAR 5:10

Case No. 2024-00406

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SECOND PETITION FOR CONFIDENTIAL TREATMENT

Lost City Renewables LLC ("Lost City"), by counsel, moves the Kentucky Siting Board on Electric Generation and Transmission Siting (the "Siting Board") for an order granting confidential treatment to certain information and documents filed with the Supplemental Response to the Siting Board's Second Request for Information, Item 2. Specifically, Lost City requests confidential treatment of information contained in documents responsive to Items 2 and 9. In support of this motion, Lost City states as follows:

Administrative Regulation 807 KAR 5:110, Section 5 sets forth the procedure by which certain information filed with the Commission shall be treated as confidential. Specifically, the party seeking confidential treatment must establish "each basis upon which the petitioner believes the material should be classified as confidential" in accordance with the Kentucky Open Records Act, KRS 61.878. 807 KAR 5:110 Section 5(2)(a)(1).

The Kentucky Open Records Act exempts certain records from the requirement of public inspection. *See* KRS 61.878. In particular, KRS 61.878(1)(c)(1) exempts from disclosure:

Records confidentially disclosed to an agency or required by an agency to be disclosed to it, generally recognized as confidential or proprietary, which if openly disclosed would present an unfair

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commercial advantage to competitors of the entity that disclosed the records.

This exception "is aimed at protecting records of private entities which, by virtue of involvement in public affairs, must disclose confidential or proprietary records to a public agency, if disclosure of those records would place the private entities at a competitive disadvantage." Ky. OAG 97-ORD-66 at 10 (Apr. 17, 1997). One "obvious disadvantage" is created when proprietary information is disclosed "without the hurdles systematically associated with acquisition of such information about privately owned organizations." *See Marina Management Service, Inc. v. Commonwealth of Ky., Cabinet for Tourism*, 906 S.W.2d 318, 319 (Ky. 1995). The information and documents referenced below are all confidential and proprietary and the disclosure of which would present an unfair commercial disadvantage to Lost City.

In response to Item 2 of the Second Request for Information, Lost City is providing a copy of an executed lease that Lost City has executed in development of this project. Previously, the Siting Board has held that material terms of lease agreements are confidential. In *In re Sebree Solar, LLC*, Case No. 2021-00072 at 3-4 (K.S.B. Feb. 7, 2022), the Siting Board defined material terms as:

(1) the lease amount; (2) terms of escalation of lease payments; (3) remedies available to the parties of the lease for nonperformance of the terms; (4) economic terms other than lease rates and related escalations such as signing payments, crop damage calculations, construction rent amounts, extension fees, and holdover rent amounts; and (5) the structure of the lease term including the outside date for the rent commencement date.

See also In re AEUG Fleming Solar, LLC, Case No. 2020-00206 (K.S.B. July 30, 2021).

The material terms contained in the Leases contain proprietary commercial information relating to pricing and other sensitive information that if made publicly available would work a significant competitive disadvantage against Lost City. Lost City is providing the Siting Board copies of the Leases with redacted material terms and also is providing the Siting Board unredacted copies of the Leases filed under seal.

For the foregoing reasons for an indefinite amount of time, Lost City respectfully requests confidential treatment of the Leases.

RESPECTFULLY SUBMITTED,

STURGILL, TURNER, BARKER & MOLONEY, PLLC

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