

## LEGISLATIVE ACTION

Senate House

Comm: WD 03/06/2013

The Committee on Communications, Energy, and Public Utilities (Hukill) recommended the following:

## Senate Amendment (with title amendment)

Delete everything after the enacting clause and insert:

Section 1. Subsection (4) is added to section 119.0713, Florida Statutes, to read:

119.0713 Local government agency exemptions from inspection or copying of public records.-

(4) (a) Proprietary confidential business information means information, regardless of form or characteristics, which is held by an electric utility that is subject to chapter 119, is intended to be and is treated by the entity that provided the

2 3

4

5

6

8

9

10

11

12

13

14 15

16

17

18

19

20

2.1

22

23

24

25

26

27

28 29

30

31

32

33

34 35

36

37

38

39

40

41



information to the electric utility as private in that the disclosure of the information would cause harm to the providing entity or its business operations, and has not been disclosed unless disclosed pursuant to a statutory provision, an order of a court or administrative body, or private agreement that provides that the information will not be released to the public. Proprietary confidential business information includes, but is not limited to:

- 1. Trade secrets.
- 2. Internal auditing controls and reports of internal auditors.
  - 3. Security measures, systems, or procedures.
- 4. Information concerning bids or other contractual data, the disclosure of which would impair the efforts of the electric utility to contract for goods or services on favorable terms.
- 5. Information relating to competitive interests, the disclosure of which would impair the competitive business of the provider of the information.
- (b) Proprietary confidential business information held by an electric utility that is subject to chapter 119 in conjunction with a due diligence review of an electric project as defined in s. 163.01(3)(d) or a project to improve the delivery, cost, or diversification of fuel or renewable energy resources is confidential and exempt from s. 119.07(1) and s. 24(a), Art. I of the State Constitution.
- (c) All proprietary confidential business information described in paragraph (b) shall be retained for one year after the due diligence review has been completed and the electric utility has decided whether or not to participate in the



project.

42

43

44

45

46

47

48

49

50

51

52

53

54

55

56

57

58 59

60

61

62

63

64

65 66

67

68

69

70

(d) This subsection is subject to the Open Government Sunset Review Act in accordance with s. 119.15, and shall stand repealed on October 2, 2018, unless reviewed and saved from repeal through reenactment by the Legislature.

Section 2. (1) The Legislature finds that it is a public necessity that proprietary confidential business information held by an electric utility that is subject to chapter 119, Florida Statutes, in conjunction with a due diligence review of an electric project as defined in s. 163.01(3)(d), Florida Statutes, or a project to improve the delivery, cost, or diversification of fuel or renewable energy resources be made confidential and exempt from public records requirements. The disclosure of such proprietary confidential business information, such as trade secrets, internal auditing controls and reports, security measures, systems, or procedures, or other information relating to competitive interests, could injure the provider in the marketplace by giving its competitors detailed insights into its financial status and strategic plans, thereby putting the provider at a competitive disadvantage. Without this exemption, providers might be unwilling to enter into discussions with the utility regarding the feasibility of future contracting. This could, in turn, limit opportunities the utility might otherwise have for finding cost-effective or strategic solutions for providing electric service or improving the delivery, cost, or diversification of fuel or renewable energy. This would put public providers of electric utility services at a competitive disadvantage by limiting their ability to optimize services to their customers and adversely affecting

71

72

73

74

75

76

77

78

79

80

81

82

83

84

85 86

87

88 89

90

91

92 93

94

95

96

97

98

99



the customers of those utilities by depriving them of opportunities for rate reductions or other improvements in services.

(2) Proprietary confidential business information derives actual or potential independent economic value from not being generally known to, and not being readily ascertainable by proper means by, other persons who can derive economic value from its disclosure or use. A utility, in performing the appropriate due diligence review of electric projects or projects to improve the delivery, cost, or diversification of fuel or renewable energy sources, may need to obtain proprietary confidential business information. Without an exemption from public records requirements for this information, it becomes a public record when received by an electric utility and must be disclosed upon request. Disclosure of any proprietary confidential business information under the public records law would destroy the value of that property and cause economic harm not only to the entity or person providing the information, but to the ratepayers through reduced competition for the provision of vital electric utility services.

(3) In finding that the public records exemption created by this act is a public necessity, the Legislature also finds that the public and private harm in disclosing such proprietary confidential business information significantly outweighs any public benefit derived from disclosure of the information and that the exemption created by this act will enhance the ability of electric utilities to optimize their performance, thereby benefiting the ratepayers.

Section 3. This act shall take effect July 1, 2013.



100

101 ======== T I T L E A M E N D M E N T =========

And the title is amended as follows: 102

> Delete everything before the enacting clause and insert:

105

103

104

A bill to be entitled

106 107 An act relating to public records; amending s. 119.0713, F.S.; providing an exemption from public

108

records requirements for specified proprietary

109

confidential business information held by an electric

110

utility that is subject to ch. 119, F.S., in

111

conjunction with a due diligence review of an electric

112 113 project or a project to improve the delivery, cost, or diversification of fuel or renewable energy resources;

114

providing for the retention of such information for a

115

specified time; providing for future review and repeal of the exemption; providing a statement of public

116 117

necessity; providing an effective date.