ENROLLED CS/HB 649

1

2013 Legislature

2	An act relating to public records; amending s.
3	119.0713, F.S.; providing an exemption from public
4	records requirements for specified proprietary
5	confidential business information held by an electric
6	utility that is subject to chapter 119, F.S., in
7	conjunction with a due diligence review of an electric
8	project or a project to improve the delivery, cost, or
9	diversification of fuel or renewable energy resources;
10	providing for the retention of such information for a
11	specified time; providing for future review and repeal
12	of the exemption; providing a statement of public
13	necessity; providing an effective date.
14	
15	Be It Enacted by the Legislature of the State of Florida:
16	
17	Section 1. Subsection (4) is added to section 119.0713,
18	Florida Statutes, to read:
19	119.0713 Local government agency exemptions from
20	inspection or copying of public records
21	(4)(a) Proprietary confidential business information means
22	information, regardless of form or characteristics, which is
23	held by an electric utility that is subject to chapter 119, is
24	intended to be and is treated by the entity that provided the
25	information to the electric utility as private in that the
26	disclosure of the information would cause harm to the entity
27	providing the information or its business operations, and has
28	not been disclosed unless disclosed pursuant to a statutory

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29	provision, an order of a court or administrative body, or a
30	private agreement that provides that the information will not be
31	released to the public. Proprietary confidential business
32	information includes, but is not limited to:
33	1. Trade secrets.
34	2. Internal auditing controls and reports of internal
35	auditors.
36	3. Security measures, systems, or procedures.
37	4. Information concerning bids or other contractual data,
38	the disclosure of which would impair the efforts of the electric
39	utility to contract for goods or services on favorable terms.
40	5. Information relating to competitive interests, the
41	disclosure of which would impair the competitive business of the
42	provider of the information.
43	(b) Proprietary confidential business information held by
44	an electric utility that is subject to chapter 119 in
45	conjunction with a due diligence review of an electric project
46	as defined in s. 163.01(3)(d) or a project to improve the
47	delivery, cost, or diversification of fuel or renewable energy
48	resources is confidential and exempt from s. 119.07(1) and s.
49	24(a), Art. I of the State Constitution.
50	(c) All proprietary confidential business information
51	described in paragraph (b) shall be retained for 1 year after
52	the due diligence review has been completed and the electric
53	utility has decided whether or not to participate in the
54	project.
55	(d) This subsection is subject to the Open Government
56	Sunset Review Act in accordance with s. 119.15, and shall stand

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57	repealed on October 2, 2018, unless reviewed and saved from
58	repeal through reenactment by the Legislature.
59	Section 2. (1) The Legislature finds that it is a public
60	necessity that proprietary confidential business information
61	held by an electric utility that is subject to chapter 119,
62	Florida Statutes, in conjunction with a due diligence review of
63	an electric project as defined in s. 163.01(3)(d), Florida
64	Statutes, or a project to improve the delivery, cost, or
65	diversification of fuel or renewable energy resources be made
66	confidential and exempt from public records requirements. The
67	disclosure of such proprietary confidential business
68	information, such as trade secrets, internal auditing controls
69	and reports, security measures, systems, or procedures, or other
70	information relating to competitive interests, could injure the
71	provider in the marketplace by giving its competitors detailed
72	insights into its financial status and strategic plans, thereby
73	putting the provider at a competitive disadvantage. Without this
74	exemption, providers might be unwilling to enter into
75	discussions with the electric utility regarding the feasibility
76	of future contracting. This could, in turn, limit opportunities
77	the electric utility might otherwise have for finding cost-
78	effective or strategic solutions for providing electric service
79	or improving the delivery, cost, or diversification of fuel or
80	renewable energy. This would put public providers of electric
81	utility services at a competitive disadvantage by limiting their
82	ability to optimize services to their customers and adversely
83	affecting the customers of those utilities by depriving them of
84	opportunities for rate reductions or other improvements in
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85	services.
86	(2) Proprietary confidential business information derives
87	actual or potential independent economic value from not being
88	generally known to, and not being readily ascertainable by
89	proper means by, other persons who can derive economic value
90	from its disclosure or use. An electric utility, in performing
91	the appropriate due diligence review of electric projects or
92	projects to improve the delivery, cost, or diversification of
93	fuel or renewable energy sources, may need to obtain proprietary
94	confidential business information. Without an exemption from
95	public records requirements for this information, it becomes a
96	public record when received by an electric utility and must be
97	disclosed upon request. Disclosure of any propriety confidential
98	business information under the public records law would destroy
99	the value of that property and cause economic harm not only to
100	the entity or person providing the information, but to the
101	ratepayers through reduced competition for the provision of
102	vital electric utility services.
103	(3) In finding that the public records exemption created
104	by this act is a public necessity, the Legislature also finds
105	that the public and private harm in disclosing such proprietary
106	confidential business information significantly outweighs any
107	public benefit derived from disclosure of the information and
108	that the exemption created by this act will enhance the ability
109	of electric utilities to optimize their performance, thereby
110	benefiting the ratepayers.
111	Section 3. This act shall take effect July 1, 2013.

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