## House Study Bill 628 - Introduced

SENATE/HOUSE FILE \_\_\_\_\_

BY (PROPOSED IOWA TELECOMMUNICATIONS AND TECHNOLOGY COMMISSION BILL)

## A BILL FOR

1	An	Act relating to the confidentiality of information disclosed
2		pursuant to applications for broadband technology project
3		grants, and projects undertaken pursuant thereto, and
4		including effective date and applicability provisions.
5	BE	IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

S.F. \_\_\_\_\_ H.F. \_\_\_\_

Section 1. 2009 Iowa Acts, chapter 173, section 13,
subsection 5, is amended by adding the following new paragraph:
<u>NEW PARAGRAPH</u>. e. (1) In establishing the competitive
process as provided in paragraph "c", subparagraph (2), the
governance board shall give due regard to the confidentiality
of certain information disclosed during the application process
and completion of the project for which funding is disbursed.

8 (2) All information contained in an application for a grant 9 submitted to the governance board shall remain confidential 10 while the governance board is engaged in any of the following:

11 (a) Reviewing the application.

12 (b) Processing a request for confidentiality.

13 (c) Negotiating with the applicant.

14 (d) Preparing the application for consideration by the 15 governance board.

16 The governance board may release certain information (3) 17 in an application to a third party for technical review. Ιf 18 the governance board releases such information to a third 19 party, the governance board shall ensure that the third party 20 protects the information from public disclosure. After the 21 governance board has considered a request for confidentiality, 22 any information not deemed confidential by the governance 23 board shall be made publicly available. Any information 24 deemed confidential by the governance board shall also be kept 25 confidential during and following the completion of the project 26 for which funding was disbursed by the governance board. 27 (4) The governance board shall consider the written request 28 of an applicant or grant recipient to keep confidential 29 certain details of an application, a project, or the materials 30 submitted in support of an application or project. If the 31 request includes a sufficient explanation as to why public 32 disclosure of such details would give an unfair advantage to 33 competitors, the governance board shall keep such details 34 confidential. If the governance board elects to keep certain 35 details confidential, the governance board shall release only

-1-

LSB 5431DP (3) 83 rn/sc S.F. \_\_\_\_\_ H.F. \_\_\_\_

1 the nonconfidential details in response to a request for 2 records pursuant to chapter 22. If confidential details are 3 withheld from a request for records pursuant to chapter 22, 4 the governance board shall release an explanation of why the 5 information was deemed confidential and a summary of the nature 6 of the information withheld and the reasons for withholding 7 it. In considering requests for confidential treatment, the 8 governance board shall narrowly construe the provisions of this 9 subsection in order to appropriately balance an applicant's 10 need for confidentiality against the public's right to 11 information about the governance board's activities.

12 (5) If a request for confidentiality is denied by the 13 governance board, an applicant may withdraw an application and 14 any supporting materials, and the governance board shall not 15 retain any copies of the application or supporting materials. 16 Upon notice that an application has been withdrawn, the 17 governance board shall not release a copy of the application 18 or of any supporting materials in response to a request for 19 records pursuant to chapter 22.

(6) Rules shall be adopted by the telecommunications and technology commission, in consultation with the utilities board and the economic development board, establishing a process for considering requests to keep information confidential pursuant to this subsection. The commission may adopt emergency rules pursuant to chapter 17A to implement this subsection. The rules shall include criteria for guiding the governance board's decisions about the confidential treatment of applicant information. The criteria may include but are not limited to the following:

30 (a) The nature and extent of competition in the applicant's 31 industry sector or service territory.

32 (b) The likelihood of adverse financial impact to the 33 applicant if the information were to be released.

34 (c) Any other factor the governance board reasonably35 considers relevant.

-2-

LSB 5431DP (3) 83 rn/sc

2/4

S.F. \_\_\_\_\_ H.F. \_\_\_\_

Sec. 2. APPLICABILITY. This Act shall apply to requests
for confidentiality submitted to the board on or after the
effective date of this Act.

4 Sec. 3. EFFECTIVE UPON ENACTMENT. This Act, being deemed of 5 immediate importance, takes effect upon enactment.

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## EXPLANATION

7 This bill relates to the confidentiality of information 8 included in applications for broadband technology project 9 grants, and projects undertaken pursuant thereto. The grants 10 were established and funded in legislation enacted during the 11 2009 Legislative Session of the general assembly.

12 The bill provides that all information contained in a 13 broadband technology grant application and submitted to the 14 governance board established to administer such grants shall 15 remain confidential while the board reviews the application, 16 processes a request for confidentiality, negotiates with the 17 applicant, and prepares the application for consideration. The 18 bill authorizes the board to release certain information in the 19 application to a third party for technical review, provided the 20 board ensures that the third party protects the information 21 from public disclosure. After the board has considered 22 a request for confidentiality, the bill provides that any 23 information not deemed confidential shall be made publicly 24 available, and that any information deemed confidential shall 25 remain so during and following the completion of the project.

The bill states that the board shall consider the written request of an applicant or grant recipient to keep confidential scertain details of an application, a project, or the materials submitted in support thereof. The bill provides that if the request includes a sufficient explanation as to why public disclosure of such details would give an unfair advantage to competitors, confidentiality will be conferred, and only nonconfidential details will be released in response to a request for records pursuant to Code chapter 22. If confidential details are withheld from a request for records,

-3-

LSB 5431DP (3) 83 rn/sc S.F. \_\_\_\_\_ H.F. \_\_\_\_\_

1 the bill provides that the board shall release a summary of the 2 nature of the information withheld and a statement explaining 3 the reasons the information was deemed confidential. In 4 considering requests for confidentiality, the bill directs 5 the board to narrowly construe the bill's provisions to 6 appropriately balance an applicant's need for confidentiality 7 against the public's right to information.

8 The bill allows an applicant to withdraw an application and 9 supporting materials in the event a request for confidentiality 10 is denied, and prohibits the board from retaining any copies of 11 the application or supporting materials. Upon notice that an 12 application has been withdrawn, the bill prohibits the board 13 from releasing a copy of the application or of any supporting 14 materials in response to a request for records pursuant to Code 15 chapter 22.

16 The board directs the commission, in consultation with 17 the Iowa utilities board and the economic development 18 board, to adopt administrative rules regarding requests for 19 confidentiality, which shall include criteria for guiding the 20 governance board's decisions about the confidentiality of 21 applicant information.

The bill is applicable to requests for confidentiality in relation to applications that have been submitted to the board and are in process on the bill's effective date. The bill takes effect upon enactment.

-4-

LSB 5431DP (3) 83 rn/sc