BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Purchased Gas Adjustment) DOCKET NO. 970003-GU (PGA) Clause.) ORDER NO. PSC-97-0335-CFO-GU) ISSUED: March 25, 1997

ORDER GRANTING FLORIDA PUBLIC UTILITIES COMPANY'S REQUEST FOR CONFIDENTIAL TREATMENT OF ITS OCTOBER, 1996, SCHEDULES PERTAINING TO THE PURCHASED GAS ADJUSTMENT CLAUSE (DOCUMENTS 12370-96 AND 12418-96)

On November 19, 1996, Florida Public Utilities Company (FPUC) filed a request for specified confidential treatment of certain line items in its Schedules A-3, A-4, and October 1996 Gas Purchase Invoices. The confidential information is found in Document No. 12370-96. On November 20, 1996, FPUC filed a revised request for specified confidential treatment. FPUC requests that certain information in its revised purchased gas adjustment filing for the month of October 1996 be classified as confidential. This confidential information is contained in document 12418-96.

FPUC requests confidential classification of the information on Schedule A-3 (page 6), <u>Transportation Purchases System Supply</u> and <u>End Use</u>, in lines 1-26 of the columns "Purchased From", "System Supply", "End Use", "Total Purchased", "Commodity Cost/Third Party", "Other Charge ACA/GRI/Fuel", and "Total Cents Per Therm". The information in these columns represents gas supply packages purchased from suppliers other than Florida Gas Transmission Company. This data contains the names of other FPUC gas suppliers, information on the volume purchased and the price paid for gas from each supplier. FPUC argues that the release of this information would be detrimental to FPUC because it would provide competing suppliers with information which would give them an advantage over FPUC and would make suppliers less likely to make price concessions. In addition, FPUC alleges that release of the information found in the "Other Charge ACA/GRI/Fuel" column would allow a competitor to compute FPUC's cost of gas by supplier. Clearly, the release of the cited information in Schedule A-3 "would impair the efforts of [Florida Public Utilities Company] to contract for goods or services on favorable terms." 366.093 (3) (d), Florida Statutes.

FPUC also requests confidential classification of the information on Schedule A-4 (page 7), Florida Gas Transmission Firm Transportation System Supply, in lines 1-43, for the columns "Producer Name", "Receipt Point", "Gross Amount", "Net Amount", "Monthly Gross", "Monthly Net", "Wellhead Price", and "Citygate Price". This information also represents gas supply packages which FPUC purchased from suppliers other than Florida Gas Transmission

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Company, and releasing the information may result in higher gas costs to FPUC's customers. The information includes the persons from whom FPUC purchases gas supplies, which would provide competitors with a list of FPUC suppliers. The information also includes the volumes purchased and costs by gas supply source, which would allow others to compete with FPUC for the same suppliers. Those suppliers would then be less likely to make price concessions. Further, the data in "Citygate Price" is a function of the cost of gas purchased by FPUC from its suppliers. Release of such information would enable a third party to compute FPUC's cost of gas by supplier. FPUC argues that this is contractual data, the disclosure of which could impair FPUC's ability to contract for goods and services on favorable terms. This argument is persuasive, and, therefore, this information shall be given confidential treatment.

FPUC requests confidential treatment of the information in the October 1996 Gas Purchase Invoices and Related Transactions, Lines 1-80, of Pages 14 - 16, for all columns. FPUC argues that release of the gas suppliers' identities, period the invoices are for, account numbers, invoice numbers, dates, payment due dates, description of services, pipeline name, receipt point, meter numbers, volumes, amounts, and all subtotals and totals would provide competing gas suppliers with an advantage over FPUC, which would likely lead to the reduced likelihood that suppliers would make price concessions. As such, the release of this information could lead to inflated prices from gas suppliers and increased In addition, FPUC asserts that anyone costs for customers. familiar with the format, fonts and type sizes used by gas suppliers in their invoices could use that knowledge to determine the above information. FPUC, therefore, requests that every element of the gas supply invoices, except the invoices from FGT, be given confidential status. Clearly, release of this information "would impair the efforts of [Florida Public Utilities Company] to contract for goods or services on favorable terms." 366.093 (3)(d), Florida Statutes. This information shall, therefore, be given confidential treatment.

FPUC also requests confidential treatment of the information of the October 1996 Imbalances Resolutions, on page 17 of lines 12-15 for columns A-C; line 22 for columns F-H; and, line 24 for columns F and H. FPUC argues that the information is contractual information which, if made public, "would impair the efforts of [Florida Public Utilities Company] to contract for goods or services on favorable terms."

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FPUC requests that the information for which it seeks confidential classification not be declassified for a period of eighteen months, as allowed by Section 366.093(4), Florida Statutes. FPUC contends that the time period requested is necessary to allow FPUC to negotiate future gas purchase contracts with its suppliers/competitors (and other customers having access to information which would adversely affect the ability of FPUC to negotiate such future contracts) on favorable terms. declassification date will be 18 months from the date of this Order.

It is, therefore,

ORDERED by Commissioner J. Terry Deason, as Prehearing Officer, that Florida Public Utilities Company's request for confidential classification for portions of document number 12370-96 and 12418-96 is granted as set forth in the body of this Order. It is further

ORDERED that the proprietary confidential business information shall remain confidential for the periods of time discussed within the body of this Order. It is further

ORDERED that this Order will be the only notification by the Commission to the parties concerning the expiration of the confidentiality time period.

By ORDER of Commissioner J. Terry Deason, as Prehearing Officer, this 25thday of March , 1997.

J. TERRY DEASON, Commissioner and

Prehearing Officer

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by this order, which is preliminary, procedural or intermediate in nature, may request: 1) reconsideration within 10 days pursuant to Rule 25-22.038(2), Florida Administrative Code, if issued by a Prehearing Officer; 2) reconsideration within 15 days pursuant to Rule 25-22.060, Florida Administrative Code, if issued by the Commission; or 3) judicial review by the Florida Supreme Court, in the case of an electric, gas or telephone utility, or the First District Court of Appeal, in A motion for the case of a water or wastewater utility. reconsideration shall be filed with the Director, Division of Records and Reporting, in the form prescribed by Rule 25-22.060, Florida Administrative Code. Judicial review of a preliminary, procedural or intermediate ruling or order is available if review of the final action will not provide an adequate remedy. review may be requested from the appropriate court, as described above, pursuant to Rule 9.100, Florida Rules of Appellate Procedure.