## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and purchased power cost recovery clause with generating performance incentive factor.

Docket No. 070001-EI

RECEIVED APEC

Dated: August 17, 2006

## PROGRESS ENERGY FLORIDA INC.'S REQUEST FOR CONFIDENTIAL CLASSIFICATION

Progress Energy Florida, Inc., ("PEF" or "Company"), pursuant to Section 366.093, Florida Statutes (F.S.), and Rule 25-22.006, Florida Administrative Code (F.A.C.), submits this Request for Confidential Classification for certain information provided in Exhibit LC-1R to the direct testimony of PEF witness Lori Cross dated August 3, 2007, specifically Part A – Capacity Cost Recovery Calculations for 2007, Page 2 of 2. In support of this Request, PEF states:

1. Exhibit LC-1R, Part A - Capacity Cost Recovery Calculations for 2007, Page 2 of 2 contains information that is "proprietary business information" under Section 366.093(3), Florida CMP Statutes. COM 2. The following exhibits are included with this request: CTR ECR / Composite Exhibit A, the document for which PEF seeks confidential (a) GCL treatment, which was previously filed with PEF's Notice of Intent filed on August 3, 2007. OPC RCA Composite Exhibit B is a package containing two copies of redacted versions (b) SCR of the documents for which the Company requests confidential classification. The specific SGA SEC information for which confidential treatment is requested has been blocked out by opaque marker or OTH ICON record other means.

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(c) Exhibit C is a table which identifies by page and line the information for which PEF seeks confidential classification and the specific statutory bases for seeking confidential treatment.

#### 3. As indicated in Exhibit C, the information for which PEF requests

confidential classification is "proprietary confidential business information" within the meaning of Section 366.093(3), F.S. Specifically, the highlighted information provides the number of megawatts for each purchase or sale. In combination with other non-confidential cost data provided in the exhibit, this information could be used to determine the capacity charges for each contract. Affidavit of Lori Cross at ¶ 5. Disclosure of this information would enable wholesale providers to determine the prices of their competitors, which could result in greater price convergence in future negotiations. Affidavit of Lori Cross at ¶ 5. Suppliers would no longer need to make their best offers to ensure the competitiveness of their prices against the disclosed prices. Affidavit of Lori Cross at ¶ 5. Instead, suppliers could simply offer the highest prices that would allow them to maintain a marginally competitive position against the disclosed prices. Affidavit of Lori Cross at ¶ 5. As such, disclosure of the information would impair the Company's efforts to contract for goods or services on favorable terms. See § 366.093(3)(d), F.S.; Affidavit of Lori Cross at ¶ 5. Additionally, if the information at issue was disclosed to PEF's competitors, PEF's efforts to obtain competitive energy supply that provides economic value to both PEF and its rate payers could be compromised by PEF's competitors changing their consumption or purchasing behavior within the relevant markets. Id. § 366.093(3)(e); Affidavit of Lori Cross at ¶6. Accordingly, such information constitutes "proprietary confidential business information" which is exempt from disclosure under the Public Records Act pursuant to Section 366.093(1), F.S.

4. The information identified as Exhibit "A" is intended to be and is treated as confidential by the Company. Affidavit of Lori Cross at  $\P$  7. The information has not been disclosed to the public, and the Company has treated and continues to treat the information and contracts at issue as confidential. Affidavit of Lori Cross at  $\P$  7.

5. PEF requests that the information identified in Exhibit A be classified as "proprietary confidential business information" within the meaning of section 366.093(3), F.S., that the information remain confidential for a period of at least 18 months as provided in section 366.093(4) F.S., and that the information be returned as soon as it is no longer necessary for the Commission to conduct its business..

WHEREFORE, for the foregoing reasons, PEF respectfully requests that this Request for Confidential Classification be granted.

RESPECTFULLY SUBMITTED this  $17^{12}$  day of August, 2007.

ohn T. Burnett Lons

R. ALEXANDER GLENN Deputy General Counsel - Florida JOHN T. BURNETT Associate General Counsel - Florida Progress Energy Service Company, LLC Post Office Box 14042 St. Petersburg, Florida 33733-4042 Telephone: 727-820-5184 Facsimile: 727-820-5249 Email: john.burnett@pgnmail.com

Attorneys for PROGRESS ENERGY FLORIDA, INC.

### **CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that a true and correct copy of Progress Energy Florida, Inc.'s Request for Confidential Classification relating to Exhibit LC-1R to the Direct Testimony of Lori Cross in Docket No. 070001-EI has been furnished by regular U.S. mail to the following this  $17^{\text{L}}$  day of August, 2007.

T. Burnett, ms Attorney

Lisa Bennett, Esq. Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

James D. Beasley, Esq. Lee L. Willis, Esq. Ausley & McMullen Law Firm P.O. Box 391 Tallahassee, FL 32302

Joseph A. McGlothlin, Esq. Office of Public Counsel c/o The Florida Legislature 111 West Madison Street, #812 Tallahassee, FL 32399

Jeffrey A. Stone, Esq. Russell A. Badders, Esq. Steven R. Griffin Beggs & Lane Law Firm P.O. Box 12950 Pensacola, FL 32591

Ms. Paula K. Brown Tampa Electric Company P.O. Box 111 Tampa, FL 33601

Ms. Susan D. Ritenour Gulf Power Company One Energy Place Pensacola, FL 32520-0780 Florida Industrial Power Users Group c/o John McWhirter, Jr. McWhirter Reeves Law Firm 400 N. Tampa Street, Ste. 2450 Tampa, FL 33602

Norman H. Horton, Jr. Messer, Caparello & Self, P.A. P.O. Box 15579 Tallahassee, FL 32317

John T. Butler, Esq. Florida Power & Light Co. 9250 W. Flagler Street Miami, FL 33102

Robert Scheffel Wright John T. LaVia, III Young van Assenderp, P.A. 225 S. Adams Street, Suite 200 Tallahassee, FL 32301

R. Wade Litchfield, Esq. Florida Power & Light 700 Universe Boulevard Juno Beach, FL 33408-0420

Ms. Cheryl Martin Florida Public Utilities Company P.O. Box 3395 West Palm Beach, FL 33402-3395 Mr. Bill Walker Florida Power & Light 215 S. Monroe Street, Ste. 810 Tallahassee, FL 32301-1859

k.,

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AARP c/o Mike Twomey P.O. Box 5256 Tallahassee, FL 32314-5256 Karen S. White, Lt. Col., USAF Damund E. Williams, Capt., USAF AFLSA/JACL-ULT 139 Barnes Drive, Suite 1 Tyndall Air Force Base, FL 32403-5319

Mr. James W. Brew, Esq. c/o Brickfield Law Firm 1025 Thomas Jefferson St., NW 8<sup>th</sup> Floor, West Tower Washington, DC 20007

# EXHIBIT A

(A separate sealed envelope labeled "confidential" was previously filed on August 3, 2007 with PEF's Notice of Intent to Request Confidential
Classification. The envelope contains one copy of the confidential documents for which PEF seeks confidential treatment)

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