MESSER CAPARELLO & SELF, P.A.

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Attorneys At Law

www.lawfla.com

REDACTED

October 3, 2007

COMMISSION OLERK

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BY HAND DELIVERY

Ms. Ann Cole, Director Commission Clerk and Administrative Services Room 110, Easley Building Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, Florida 32399-0850

Re:

Docket No. 070001-EI

Dear Ms. Cole:

Enclosed for filing on behalf of Florida Public Utilities Company are an original and 15 copies of Florida Public Utilities Company's Revised Request for Confidential Classification in the above referenced docket.

Please indicate receipt of this document by stamping the enclosed extra copy of this letter.

Thank you for your assistance in this matter.

Sincerely,

Norman H. Horton, Jr.

CMP ______

COM ____NHH:amb

Enclosures
CC: Mr. Mehrdad Khojasteh
Parties of Record

GCL _____
OPC ____
RCA ____
SCR ____
SGA ____
SEC ____

09074 001-35



In re: Fuel and Purchased Power Cost)	Docket No. 070001-EI
Recovery Clause and Generating)	Filed: October 3, 2007
Performance Incentive Factor)	
)	

FLORIDA PUBLIC UTILITIES COMPANY'S REVISED REQUEST FOR CONFIDENTIAL CLASSIFICATION

COMES NOW, Florida Public Utilities Company ("FPUC" or "Company"), pursuant to Section 366.093, Florida Statutes, and Rule 25-22.006, Florida Administrative Code, and submits this Revised Request for Confidential Classification of information contained in Exhibits attached to the testimony of Mehrdad Khojasteh filed in this docket. In support of this Request, FPUC would state:

- 1. On September 5, 2007, FPUC filed its testimony and exhibits with data supporting the purchased power cost recovery factor to be applied to customer bills in 2008. FPUC also filed a request for confidential classification of certain portions of the exhibits and testimony and with this Request would revise the previous filing. The effect of this Revised Request is to withdraw the confidentiality request as to portions of the exhibits.
- 2. Florida Public Utilities Company does not generate any of the power for electric service which it provides to its customers but instead purchases needed power either from Gulf Power Co. ("Gulf") for distribution to customers in the Northwest ("Marianna") Division or Jacksonville Electric Authority ("JEA") for customers in the Northeast ("Fernandina Beach") Division. Power is purchased pursuant to negotiated agreements with each provider. The

1

Agreement with JEA became effective January 1, 2007 and the Agreement with Gulf will become effective January 1, 2008.

- 3. Included in the testimony and several of the exhibits are costs for the purchased power and/or information from which these costs can be calculated. With respect to the Agreement with Gulf, the Company and vendor consider the cost information and the data which can be used to calculate these costs to be proprietary, confidential business information as defined in Section 366.093(3), Florida Statutes and exempt from public disclosure. Accordingly, FPUC requests that the Commission grant confidential treatment to the information shown on Attachment "A" hereto.
- 4. The information for which confidential treatment is sought consists of negotiated rates to be paid by FPUC for power purchased from Gulf pursuant to the terms and conditions of the Agreement between the parties. In addition to the specific rates, confidential treatment is also sought for portions of the exhibits which, if disclosed, would enable others to calculate the negotiated rates. Disclosure of the negotiated rates, either directly or indirectly, would cause harm to the Company, its customers and vendor by impairing the ability of the Company to negotiate with other suppliers in the future on favorable terms. The pricing reflected in the Agreement was negotiated between the parties and has been maintained within the control of the companies and has not been publicly disclosed.

- 5. Section 366.093(3), Florida Statutes, protects from public disclosure proprietary, confidential information, regardless of form, which is intended to be and is treated by the company as private. Subsections (d) and (e) define proprietary confidential business information to include:
 - (d) Information concerning bids or other contractual data, the disclosure of which would impair the efforts of the public utility or its affiliates to contract for goods or services on favorable terms.
 - (e) Information relating to competitive interests, the disclosure of which would impair the competitive business of the provider of the information.

The data which has been identified as confidential in the exhibits and testimony is information within the terms of subsections (d) and (e). The information relates to costs of purchased power and in total numbers and cents/kWh and information which could be used to calculate this information. Both the Company and Gulf Power consider and treat the information as proprietary, confidential business information and the negotiated rates and data enabling the calculation of such rates is exempt from public disclosure pursuant to Section 366.093(3)(d) and (e), Florida Statutes.

6. Accompanying this request as Attachment "B" are redacted copies of the identified documents. Under separate cover, FPUC is providing a copy of the unedited documents with the confidential information highlighted pursuant to the requirements of the Commission.

7. For the reasons cited, FPUC requests that the Commission determine that the information identified on Exhibit "A" be considered proprietary, confidential business information as defined in Section 366.093(3) (d) and (e), Florida Statutes, and exempt Section 119.07(1), Florida Statutes.

DATED this 3rd day of October, 2007.

Respectfully submitted, MESSER, CAPARELLO & SELF, P. A. Post Office Box 15579 Tallahassee, FL 32317 (850) 222-0720

NORMAN H. HORTON, JR., ESQ.

Attorneys for Florida Public Utilities Company

EXHIBIT "A"

Identification	<u>Page</u>	<u>Lines</u>	Columns
Direct Testimony of Mehrdad Khojasteh	4	29	
Exhibit MK-1; (Schedule E1)	1 of 14	6 10 12 13 20 24 26 27 30 32	a and c c a and c
Exhibit MK-1 (Schedule E2)	4 of 14	33 3 3a 5 7 7b 9	a - m a - m a - m a - m a - m a - m a - m a - m a - m
Exhibit MK-1 (Schedule E-7)	5 of 14	all	8 - 10

collected or refunded during the January 2008 - December 2008. 1 We have determined that at the end of December 2007 based on six 2 Α. months actual and six months estimated and inclusive of the 3 midcourse adjusted rates that will be effective on October 1, 2007, we will have under-recovered \$3,856 in purchased power costs in our 5 Marianna (Northwest division). Based on estimated sales for the 6 period January 2008 - December 2008, it will be necessary to add 7 .00109¢ per KWH to collect this under-recovery. 8 In Fernandina Beach (Northeast division) we will have under-9 recovered \$5,040 in purchased power costs. This amount will be 10 collected at .00147¢ per KWH during the January 2008 - December 11 2008 period (excludes GSLD1 customers). Page 3 and 10 of Composite 12 Prehearing Identification Number MK-1 provides a detail of the 13 calculation of the true-up amounts. 14 What are the final remaining true-up amounts for the period January 15 Q.. 2006 - December 2006 for both divisions? 16 In Marianna (Northwest division) the final remaining true-up amount 17 Α. was an over-recovery of \$74,131. The final remaining true-up amount 18 19 for Fernandina Beach (Northeast division) was an over-recovery of 20 \$272,928. What are the estimated true-up amounts for the period of January 21 Q. 2007 - December 2007? 22 In Marianna (Northwest division), there is an estimated under-23 Α. recovery of \$77,987. Fernandina Beach (Northeast division) has an 24 estimated under-recovery of \$277,968. 25 What will the total fuel adjustment factor, excluding demand cost 26 recovery, be for both divisions for the period? 27 28 A. In Marianna (Northwest division) the total fuel adjustment factor

29

as shown on Line 33, Schedule E1, is per KWH. In Fernandina

FLORIDA PUBLIC UTILITIES COMPANY

SCHEDULE E1 PAGE 1 OF 2

FUEL AND PURCHASED POWER COST RECOVERY CLAUSE CALCULATION

ESTIMATED FOR THE PERIOD: JANUARY 2008 - DECEMBER 2008

MARI	ANNA (NORTHWEST DIVISION)	(a) DOLLARS	(b) MWH	(c) CENTS/KWH
1	Fuel Cost of System Net Generation (E3)		0	
2	Nuclear Fuel Disposal Costs (E2)			
3	Coal Car Investment			
4	Adjustments to Fuel Cost			
5	TOTAL COST OF GENERATED POWER (LINE 1 THRU 4)	0	0	0.00000
6	Fuel Cost of Purchased Power (Exclusive of Economy) (E7)		383,453	
7	Energy Cost of Sched C & X Econ Purch (Broker) (E9)			
8	Energy Cost of Other Econ Purch (Non-Broker) (E9)			
9	Energy Cost of Sched E Economy Purch (E9)			
10	Demand & Transformation Cost of Purch Power (E2)		383,453	
10a	Demand Costs of Purchased Power	10,365,194 *		
10b	Transformation Energy & Customer Costs of Purchased Power	984,240 *		
11	Energy Payments to Qualifying Facilities (E8a)			
12	TOTAL COST OF PURCHASED POWER (LINE 6 THRU 11)		383,453	
13	TOTAL AVAILABLE KWH (LINE 5 + LINE 12)		383,453	
14	Fuel Cost of Economy Sales (E6)			
15	Gain on Economy Sales (E6)			
16	Fuel Cost of Unit Power Sales (SL2 Partpts) (E6)			
17	Fuel Cost of Other Power Sales			
18	TOTAL FUEL COST AND GAINS OF POWER SALES	0	0	0.00000
19	Net Inadvertent Interchange			
20	TOTAL FUEL & NET POWER TRANSACTIONS		383,453	
	(LINE 5 + 12 + 18 + 19)			
21	Net Unbilled Sales	0 *	0	0.00000
22	Company Use	24,136 *	342	0.00680
23	T & D Losses	2,000,107	28,341	0.56378
24	SYSTEM MWH SALES		354,770	
25	Less Total Demand Cost Recovery	10,365,194 ***		
26	Jurisdictional MWH Sales		354,770	
26a	Jurisdictional Loss Multiplier	1.00000	1.00000	
27	Jurisdictional MWH Sales Adjusted for Line Losses		354,770	
28	GPIF **			
29	TRUE-UP **	3,856	354,770	0.00109
30	TOTAL JURISDICTIONAL FUEL COST		354,770	
31	Revenue Tax Factor			1.00072
32	Fuel Factor Adjusted for Taxes			
33	FUEL FAC ROUNDE() TO NEAREST .001 CENTS/KWH			

* For Informational Purposes Only
** Calculation Based on Jurisdictional KWH Sales

***Calculation on Schedule E1 Page 2

EXHIBIT NO.____ DOCKET NO. _070001-EI FLORIDA PUBLIC UTILITIES COMPANY (MK-1) PAGE 1 OF 14

FLORIDA PUBLIC UTLITIES COMPANY
FUEL FACTOR ADJUSTED FOR
LINE LOSS MULTIPLIER
ESTIMATED FOR THE PERIOD: JANUARY 2008 - DECEMBER 2008

MARIANNA (N	ORTHWEST	DIVISION)
-------------	----------	-----------

		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
				(1)/((2)*4,380)			(3)*(4)	(1)*(5)	(6)/Total Col. (6) (7)/Total Col. (7)
	Rate Schedule	KWH Sales	12 CP Load Factor	CP KW At Meter	Demand Loss Factor	Energy Loss Factor	CP KW At GEN.	KWH At GEN.	12 CP Demand Percentage	Energy Percentage
34	RS	156,110,893	61.971%	57,513.6	1.089	1.030	62,632.3	160,794,220	49.06%	44.00%
35	GS	30,861,060	64.200%	10,974.9	1.089	1.030	11,951.7	31,786,892	9.36%	8.70%
36	GSD	96,134,852	73.168%	29,997.5	1.089	1.030	32,667.3	99,018,898	25.58%	27.10%
37	GSLD	66,464,661	84.178%	18,026.8	1.089	1.030	19,631.2	68,458,601	15.37%	18.73%
38	OL, OL1	4,040,542	160.732%	573.9	1.089	1.030	625.0	4,161,758	0.49%	1.14%
39	SL1, SL2 & SL3	1,156,154	160.732%	164.2	1.089	1.030	178.8	1,190,839	0.14%	0.33%
40	TOTAL	354,768,162		117,250.9			127,686.3	365,411,208	100.00%	100.00%

		(10) 12/13`* (8)	(11) 1/13 * (9)	(12) (10) + (11)	(13) Fot. Col. 13 * (12	(14) (13)/(1)	(15) (14) * 1.00072 Demand Cost	(16)	(17) (15) + (16)
	Rate Schedule	12/13 Of 12 CP	1/13 Of Energy	Demand Allocation Percentage	Demand Dollars	Demand Cost Recovery		Other Charges	Levelized Adjustment
41	RS	45.28%	3.39%	48.67%	\$5,044,740	0.03232	0.03234	0.04711	\$0.07945
42	GS	8.64%	0.67%	9.31%	965,000	0.03127	0.03129	0.04711	\$0.07840
43	GSD	23.61%	2.08%	25.69%	2,662,818	0.02770	0,02772	0.04711	\$0.07483
44	GSLD	14.19%	1.44%	15.63%	1,620,080	0.02438	0.02440	0.04711	\$0.07151
45	OL, OL1	0.45%	0.09%	0.54%	55,972	0.01385	0.01386	0.04711	\$0.06097
46	SL1, SL2 & SL3	0.13%	0.03%	0.16%	16,584	0.01434	0.01435	0.04711	\$0.06146
47	TOTAL	92.30%	7.70%	100.00%	\$10,365,194				

	Step Rate	Allocation for Residential Custom	ers		
		(18)	(19)	(20)	(21) (19) * (20)
	Rate Schedule	Allocation	Annual kWh	Levelized Adj.	Revenues
48	RS	Sales	156,110,893	\$0.07945	\$12,403,010
49	RS	<= 1,000kWh/mo.	103,746,616	\$0.07610	\$7,894,671
50	RS	> 1,000 kWh/mo.	52,364,277	\$0.08610	\$4,508,339
51	RS	Total Sales	156,110,893		\$12,403,010

⁽²⁾ From Gulf Power Co. 2003 Load Research results.(4) From Fernandina Rate Case.

(MK-1) PAGE 2 OF 14

FLORIDA PUBLIC UTILITIES COMPANY MARIANNA (NORTHWEST DIVISION) FUEL & PURCHASED POWER COST RECOVERY CLAUSE CALCULATION

ESTIMATED FOR THE PERIOD: JANUARY 2008 - DECEMBER 2008

		(a)	(b)	(c) ESTIMATE	(d) D	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(1)	(m)	
LINE NO.		2008 JANUARY	2008 FEBRUARY	2008 MARCH	2008 APRIL	2008 MAY	2008 JUNE	2008 JULY	2008 AUGUST	2008 SEPTEMBER	2008 OCTOBER	2008 NOVEMBER	2008 DECEMBER	TOTAL PERIOD	LINE NO.
1 1a 2 3 36 3b 4	FUEL COST OF SYSTEM GENERATION NUCLEAR FUEL DISPOSAL FUEL COST OF POWER SOLD FUEL COST OF PURCHASED POWER DEMAND & TRANSFORMATION CHARGE OF PURCHASED POWER QUALIFYING FACILITIES ENERGY COST OF ECONOMY PURCHASES	and the second	agranting of the second	and the grade of the second of		endre en reg rement en reme	all the good of the second	A Section of the Sect	14.13 A -	indigen i Amerika (Amerika (Am	्र विकासी विभावस्था स्थापना । विकासी विभावस्था स्थापना । विकासी स्थापना । विकास			0 0 0	1 1a 2 3 3a 3b
5	TOTAL FUEL & NET POWER TRANSACTIONS														5
6	(SUM OF LINES A-1 THRU A-4) LESS: TOTAL DEMAND COST RECOVERY	886,735	861,552	836,641	819,190_	857,250	872,333	885,455	886,953	873,449	850,226	842,495	892,915	10.365,194	6
7	TOTAL OTHER COST TO BE RECOVERED														7
7a	SYSTEM KWH SOLD (MWH)	31,246	25,540	25,792	25,296	25,454	31,991	35,201	34,007	36,136	31,697	23,797	28,613	354,770	7a
7b	COST PER KWH SOLD (CENTS/KWH)														7b
8	JURISDICTIONAL LOSS MULTIPLIER	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	8
9	JURISDICTIONAL COST (CENTS/KWH)														9
10	GPIF (CENTS/KWH)														10
11	TRUE-UP (CENTS/KWH)	0.00109	0.00109	0.00109	0.00109	0.00109	0.00109	0.00109	0.00109	0.00109	0.00109	0.00109	0.00109	0.00109	11
12	TOTAL								-						12
13	REVENUE TAX FACTOR 0.000	72 0.00338	0.00342	0.00342	0.00342_	0.00342	0.00337_	0.00336	0.00336	0.00335	0.00338	0.00344	0.00340	0.00339	13
14	RECOVERY FACTOR ADJUSTED FOR TAXES														14
15	RECOVERY FACTOR ROUNDED TO NEAREST .001 CENT/KWH														15

PAGE 4 OF 14

FLORIDA PUBLIC UTILITIES COMPANY

MARIANNA (NORTHWEST DIVISION) PURCHASED POWER

(EXCLUSIVE OF ECONOMY ENERGY PURCHASES)

ESTIMATED FOR THE PERIOD: JANUARY 2008 - DECEMBER 2008

	URCHASED FROM	TYPE & SCHEDULE	TOTAL KWH PURCHASED	KWH FOR OTHER UTILITIES	KWH FOR INTERRUPTIBLE	KWH FOR FIRM	CENTS/KWH (A) FUEL COST	(B) TOTAL COST	TOTAL \$ FOR FUEL ADJ. (7) x (8) (A)
JANUARY 2008 GUI F					·				
FEBRUARY 2008 GULF MARCH 2008 GULF APRIL 2008 GULF MAY 2008 GULF JUNE 2008 GULF	F POWER COMPANY	RE RE RE RE RE RE	33,771,952 27,605,321 27,877,261 27,341,053 27,511,673 34,577,240			33,771,952 27,605,321 27,877,261 27,341,053 27,511,673 34,577,240			•
AUGUST 2008 GULF SEPTEMBER 2008 GULF OCTOBER 2008 GULF NOVEMBER 2008 GULF	F POWER COMPANY	RE RE RE RE RE	38,047,206 36,756,345 39,058,077 34,259,455 25,720,954 30,926,387 383,452,924	0	0	38,047,206 36,756,345 39,058,077 34,259,455 25,720,954 30,926,387			

FLORIDA PUBLIC UTILITIES COMPANY

MARIANNA (NORTHWEST DIVISION)

RESIDENTIAL BILL COMPARISON FOR MONTHLY USAGE OF 1000 KWH

ESTIMATED FOR THE PERIOD: JANUARY 2008 - DECEMBER 2008

	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY
	2008	2008	2008	2008	2008	2008	2008
BASE RATE REVENUES ** \$	24.33	24.33	24.33	24.33	24.33	24.33	24.33
FUEL RECOVERY FACTOR CENTS/KWH	7.61	7.61	7.61	7.61	7.61	7.61	7.61
GROUP LOSS MULTIPLIER	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
FUEL RECOVERY REVENUES \$	76.10	76.10	76.10	76.10	76.10	76.10	76.10
GROSS RECEIPTS TAX	2.58	2.58	2.58	2.58	2.58	2.58	2.58
TOTAL REVENUES *** \$	103.01	103.01	103.01	103.01	103.01	103.01	103.01

	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
	2008	2008	2008	2008	2008
BASE RATE REVENUES ** \$	24.33	24.33	24.33	24.33	24.33
FUEL RECOVERY FACTOR CENTS/KWH	7.61	7.61	7.61	7.61	7.61
GROUP LOSS MULTIPLIER	1.00000	1.00000	1.00000	1.00000	1.00000
FUEL RECOVERY REVENUES \$	76.10	76.10	76.10	76.10	76.10
GROSS RECEIPTS TAX	2.58	2.58	2.58	2.58	2.58
TOTAL REVENUES *** \$	103.01	103.01	103.01	103.01	103.01

PERIOD TOTAL
291.96
913.20
30.96
1,236.12

* MONTHLY AND CUMULATIVE SIX MONTH ESTIMATED DATA

** BASE RATE REVENUES PER 1000 KWH:

CUSTOMER CHARGE

10.00

CENTS/KWH

13.73

CONSERVATION FACTOR

0.600

24.33

FLORIDA PUBLIC UTILITIES COMPANY

(MK-1)

PAGE 6 OF 14

^{***} EXCLUDES FRANCHISE TAXES

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of the foregoing have been served by U. S. Mail this 3rd day of October, 2007 upon the following:

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

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John T. Burnett, Esq. Progress Energy Florida, Inc. P.O. Box 14042 St. Petersburg, FL 33733-4042

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Ms. Susan D. Ritenour Secretary and Treasurer Gulf Power Company One Energy Place Pensacola, FL 32520-0780

Jeffrey A. Stone, Esq. Russell A. Badders, Esq. Steve R. Griffin, Esq. Beggs & Lane Law firm P.O. Box 12950 Pensacola, FL 32591-2950 William G. Walker, III Vice President Florida Power & Light Company 215 S. Monroe St., Suite 810 Tallahassee, FL 32301-1859

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NORMAN H. HORTON, JR.

FRK

COMMISSIONERS: LISA POLAK EDGAR, CHAIRMAN MATTHEW M. CARTER II KATRINA J. MCMURRIAN NANCY ARGENZIANO

NATHAN A. SKOP

STATE OF FLORIDA



Hublic Service Commission

ACKNOWLEDGEMENT

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This will acknowledge receipt of a CONFIDENTIAL DOCUMENT filed in Docket Number 070001-El or, if filed in an undocketed matter, concerning information contained in exhibits attached to testimony of Mehrdad Khojasteh, and filed on behalf of <a href="https://document.com/attached to testimony of Mehrdad Khojasteh, and filed on behalf of <a href="https://document.com/attached-to-testimony-of-mehrdad-to-test

If you have any questions regarding this document, please contact Marguerite Lockard
Deputy Clerk, at (850) 413-6770.

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