BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for increase in rates by Progress Energy Florida, Inc.

Docket No. 090079-EI Submitted for Filing: May 1, 2009

NOTICE OF FILING AFFIDAVITS IN SUPPORT OF PROGRESS ENERGY FLORIDA, INC.'S SECOND REQUEST FOR CONFIDENTIAL CLASSIFICATION

Notice is hereby given, through the undersigned counsel, on behalf of Progress Energy Florida,

Inc. of filing the Affidavits of Masceo DesChamps and Peter Toomey in support of Progress Energy

Florida's Second Request for Confidential Classification regarding PEF's responses to Staff's Second

Request for Production of Documents No. 7 and Staff's First Set of Interrogatories Nos. 1-2.

Respectfully submitted this day of May 1, 2009.

R. Alexander Glenn General Counsel PROGRESS ENERGY SERVICE COMPANY, LLC Post Office Box 14042 St. Petersburg, FL 33733-4042 Telephone: (727) 820-5587 Facsimile: (727) 820-5519

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DOCUMENT NUMBER-DATE

FPSC-COMMISSION CLERK

CERTIFICATE OF SERVICE

I HEREBY CERTIFY a true and correct copy of the foregoing has been furnished to counsel and parties of record as indicated below via electronic and U.S. Mail this <u>start</u> day of May, 2009.

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for rate increase by Progress Energy Florida, Inc.

Docket No. 090079-EI

AFFIDAVIT OF MASCEO DESCHAMPS IN SUPPORT OF PROGRESS ENERGY FLORIDA'S SECOND REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF NC

COUNTY OF Wake

BEFORE ME, the undersigned authority duly authorized to administer oaths, personally appeared Masceo DesChamps, who being first duly sworn, on oath deposes and says that:

1. My name is Masceo DesChamps. I am over the age of 18 years old and I have been authorized by Progress Energy Florida (hereinafter "PEF" or the "Company") to give this affidavit in the above-styled proceeding on PEF's behalf and in support of PEF's Second Request for Confidential Classification ("the Request"). The facts attested to in my affidavit are based upon my personal knowledge.

2. I am the Director of Compensation and Benefits for Progress Energy Service Company, LLC. As the Director of Compensation and Benefits, I am responsible, among other things, for providing leadership in the planning, evaluation, design, implementation, and communication of all compensation and benefits plans for employees, executives, retirees, and Board members. I direct the design and on-going evaluation of base, annual and long-term incentive compensation plans, merit and other salary increases, management of job evaluations, and wage and salary surveys.

3. In its Second Request for Confidential Classification, PEF is seeking confidential classification for certain information contained in its responses to Staff's First Set of

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Interrogatories. An unredacted version of the information at issue is contained in confidential Appendix A to PEF's Request and the confidential portions thereof are outlined in PEF's Justification Matrix attached to the Request as Appendix C. PEF is requesting confidential classification of portions of these interrogatory responses because they contains proprietary confidential business information, the disclosure of which would compromise PEF's competitive business interests.

4. In response to Staff's First Interrogatories, PEF has provided certain confidential and proprietary information, such as the amount of salary and potential bonuses the Company is willing to pay its executives. That information is confidential and proprietary in formation, the disclosure of which could harm PEF's competitive business interests if disclosed to the public, or to other utilities with which PEF competes for qualified executives. This information could provide firms with which PEF is constantly competing for qualified employees with a competitive advantage in acquiring and retaining such employees, and could also give prospective employees an advantage in negotiating compensation packages, leading to increases in the overall amount of compensation paid to employees. This overall increase in the amount paid in compensation could adversely impact rates paid by PEF's ratepayers, or make the Company a less attractive investment to potential investors. In sum, the disclosure of this information could adversely affect the Company's competitive business interests, and for that reason is treated by PEF as proprietary and confidential.

5. With respect to the confidential information at issue, strict procedures are established and followed to maintain the confidentiality of that information; such procedures include, but are not limited to, restricting access to the information to only those persons who require it to assist the Company. PEF has treated and continues to treat the information contained in the schedules as confidential

6. This concludes my affidavit.

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Dated this <u>30</u>⁺⁺ day of April, 2009

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(Signature) Masceo Deschamps Director of Compensation and Benefits, Progress Energy Service Company

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this 30 day

of April, 2009 by Masceo DesChamps. He is personally known to me, or has produced his

driver's license, or his _____as identification.

Brianna Martin (Signature)

(AFFIX NOTARIAL SEAL)

Brianna Martin (Printed Name) NOTARY PUBLIC, STATE OF NC 12/20/2

(Commission Expiration Date)

(Serial Number, If Any)

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for rate increase by Progress Energy Florida, Inc. Docket No. 090079-EI

AFFIDAVIT OF PETER TOOMEY IN SUPPORT OF PROGRESS ENERGY FLORIDA'S SECOND REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF _FLORIDA____

COUNTY OF PINELLAS

BEFORE ME, the undersigned authority duly authorized to administer oaths, personally appeared Peter Toomey, who being first duly sworn, on oath deposes and says that:

1. My name is Peter Toomey. I am over the age of 18 years old and I have been authorized by Progress Energy Florida (hereinafter "PEF" or the "Company") to give this affidavit in the above-styled proceeding on PEF's behalf and in support of PEF's Second Request for Confidential Classification ("the Request"). The facts attested to in my affidavit are based upon my personal knowledge.

2. I am the Vice President of Finance of Progress Energy Florida, Inc. As the Vice President of Finance, I am responsible for strategic planning, financial planning and forecasting, business planning, budgeting, cost management, management accounting, and key performance management.

3. In its Second Request for Confidential Classification, PEF is seeking confidential classification for certain information contained in its responses to Staff's Second Set of Requests for Production. An unredacted version of the information at issue is contained in confidential Appendix A to PEF's Request and the confidential portions thereof are outlined in PEF's Justification Matrix attached to the Request as Appendix C. PEF is requesting confidential

classification of portions of these documents because they contain proprietary confidential business information and contractual data, the disclosure of which would compromise PEF's competitive business interests.

4. Certain portions of the documents being produced in response to Staff's Second Request for Production contain information regarding PEF's confidential contractual information, including costs and billing arrangements between PEF and its vendors. Disclosure of this proprietary and confidential information could adversely affect the Company's ability to secure such good and services at favorable terms in the future. Furthermore, disclosure of this information could affect the behavior of such third party vendors when offering prices and contractual terms for these goods and services. Finally, PEF is required to maintain this contractual information as confidential pursuant to the terms of the contracts with its third party vendors.

5. With respect to the confidential information at issue, strict procedures are established and followed to maintain the confidentiality of that information; such procedures include, but are not limited to, restricting access to the information to only those persons who require it to assist the Company. PEF has treated and continues to treat the information contained in the schedules as confidential

6. This concludes my affidavit.

Dated this $\underline{\mathcal{30H}}$ day of April, 2009.

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(Signature) Peter Toomey Vice President of Finance of Progress Energy Florida, Inc.

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this day of April, 2009 by Peter Toomey He is personally known to me or has produced his

driver's license, or his ______as identification.

(Signature) ASTICK ANNE 1 (Printed Name)

NOTARY PUBLIC, STATE OF FLORIDA

4-12-2010 (Commission Expiration Date)

DD 67715 (Serial Number, If Any)

(AFFIX NOTARIAL SEAL)

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