Terry A. Davis Assistant Secretary and Assistant Treasurer

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COMMISSION CLERK

- Pom



October 31, 2011

claim of confidentiality notice of intent request for confidentiality

For DN 08057-11 , which is in locked storage. You must be authorized to view this DN.-CLK

Ms. Ann Cole, Commission Clerk 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Dear Ms. Cole:

RE: Docket No. 110001-El

Enclosed is Gulf Power Company's Request for Confidential Classification for Gulf Power Company's Form 423-2 for August, 2011.

Sincerely,

COM APA nbm **ECR** 

Enclosures

RAD SRC CC: ADM

GCL

OPC

Beggs & Lane

Jeffrey A. Stone, Esq.

CLK LOPY

made for M. Melean - DM

DOCUMENT NUMBER-DATE

08056 NOV - I =

FPSC-COMMISSION CLERK

### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Fuel and purchased power cost recovery clause and generating performance incentive factor

Docket No.: 110001-EI Date: October 31, 2011

## REQUEST FOR CONFIDENTIAL CLASSIFICATION

GULF POWER COMPANY ["Gulf Power", "Gulf", or the "Company"], by and through its undersigned attorneys and pursuant to Rule 25-22.006, Florida Administrative Code, hereby files a request that the Florida Public Service Commission enter an order protecting from public disclosure certain information submitted by Gulf Power on its FPSC Form 423 Fuel Report for the month of August, 2011 (the "423 Report"). As grounds for this request, the Company states:

- 1. A portion of the information contained in Gulf Power's 423 Report constitutes proprietary confidential business information concerning bids and other contractual data, the disclosure of which would impair the efforts of Gulf Power to contract for goods and services on favorable terms. The information is entitled to confidential classification pursuant to section 366.093(3)(d) and(e), Florida Statutes. Specifically, the confidential information consists of pricing for coal and related transportation services purchased by Gulf Power. Gulf Power and the counterparties involved in these transactions consider the foregoing information to be confidential and competitively sensitive. Disclosure of this information could negatively impact Gulf's ability to negotiate pricing favorable to its customers in the future. In addition, potential counterparties may refuse to enter into future contracts with Gulf, or may charge higher prices, if the confidential information is publicly disclosed.
- 2. To this attorney's knowledge, the pricing information regarding shipments in this month's report has not been otherwise publicly disclosed. This information is intended to be, and is treated as, confidential by Gulf Power.

DOCUMENT NUMBER -DATE

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FPSC-COMMISSION CLERK

3. Submitted as Exhibit "A" are copies of the subject documents, on which are highlighted the information for which confidential classification is requested. Exhibit "A" should be treated as confidential pending a ruling on this request. Attached as Exhibit "B" are two (2) edited copies of the subject documents, which may be made available for public review and inspection. Attached as Exhibit "C" to this request is a line-by-line/field-by-field justification for the request for confidential classification.

WHEREFORE, Gulf Power Company respectfully requests that the Commission enter an order protecting the information highlighted on Exhibit "A" from public disclosure as proprietary confidential business information.

Respectfully submitted this 31<sup>st</sup> day of October, 2011.

JEFFREY A'. STONE

Florida Bar No. 325953

RUSSELL A. BADDERS

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**Attorneys for Gulf Power Company** 

### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Fuel and purchased power cost recovery clause and generating performance incentive factor

Docket No.:

110001-EI

Date:

October 31, 2011

## **REQUEST FOR CONFIDENTIAL CLASSIFICATION**

### EXHIBIT "A"

This information has been provided to the Commission Clerk under separate cover as confidential information.

## EXHIBIT "C"

Reporting Month: August

# Form 423-2

Plant Names	Column	Justification
Plant Crist, lines 1-5	(g)	The Effective Purchase Price represents the contract
		coal commodity price net of Quality Adjustments
Plant Smith, line 1		found in column (k) on form 423-2(a). This
		information is considered confidential and
Plant Scholz, line 1		competitively sensitive by Gulf Power's coal
	-	suppliers. Additionally, disclosure of this
Plant Daniel, lines 1-3		information, in conjunction with the information
		disclosed under other columns in this filing, would
		enable coal suppliers to determine the prices being
		charged by their competitors. This, in turn, could
		lead to less competitive pricing and impact Gulf's
		ability to bargain for price concessions with its coal
		suppliers. This information is confidential pursuant
Plant Crist, lines 1-5	(h)	to section 366.093(3)(d)-(e), Florida Statutes.
Trant Crist, fines 1-3	(11)	The Effective Transport Charges represent per ton
Plant Smith, line 1		transport charges incurred by Gulf to transport coal to its plants. This information is considered
Trancisment, fine 1		confidential and competitively sensitive by Gulf's
Plant Scholz, line 1		transportation providers. Additionally, disclosure of
1		Gulf's Effective Transport Charges in conjunction
Plant Daniel, lines 1-3		with the Total FOB Plant Price in column (i) would
,		enable disclosure of the Effective Purchase Price in
		column (g) by subtracting the Effective Transport
		Charges in column (h) from the Total FOB Plant
		Price in column (i). This information is confidential
		pursuant to section 366.093(3)(d)-(e), Florida
		Statutes.

## Form 423-2(a)

Plant Names	Column	Justification
Plant Crist, lines 1-5	(f)	The FOB Mine Price is the current contract price of
		coal purchased by Gulf from each supplier.
Plant Smith, line 1		Disclosure of this information would enable
		suppliers to compare prices with their competitors
Plant Scholz, line 1		which could lead to less competitive coal pricing in
		future bidding. Disclosure could also result in
Plant Daniel, lines 1-3		reduced ability for Gulf Power to bargain for price
		concessions from individual suppliers. This
		information is confidential pursuant to section
		366.093(3)(d)-(e), Florida Statutes.
Plant Crist, lines 1-5	(h)	The Original Invoice Price is the same as the FOB
		Price in column (f) except in cases when the
Plant Smith, line 1		supplier discloses its short haul and loading costs
		(column (g)), if any, included in the contract price
Plant Scholz, line 1		of coal. Disclosure of this information would
		therefore be detrimental for the same reasons as are
Plant Daniel, lines 1-3		articulated above in connection with the FOB Mine
		Price.
Plant Crist, lines 1-5	(j)	The Base Price is the same as the Original Invoice
	<b>3</b> ,	Price in column (h), since retroactive pricing
Plant Smith, line 1		adjustments (column (i)) are normally received, if at
· ·		all, after the reporting month and are included on
Plant Scholz, line 1		Form 423-C, if necessary. Disclosure of this
,		information would therefore be detrimental for the
Plant Daniel, lines 1-3		same reasons as are articulated above in connection
,		with the FOB Mine Price.
	(1)	The Effective Purchase Price represents the Base
Plant Crist, lines 1-5		Price in column (j) adjusted by the Quality
		Adjustments in column (k). Disclosure of this
Plant Smith, line 1		information would therefore be detrimental for the
		same reasons as are articulated above in connection
Plant Scholz, line 1		with FOB Mine Price.
Plant Daniel, lines 1-3		

# Form 423-2(b)

Plant Names	Column	Justification
Plant Crist, lines 1-5  Plant Smith, line 1  Plant Scholz, line 1  Plant Daniel, lines 1-3	(g)	The Effective Purchase Price, as described above, is contract coal commodity price net of Quality Adjustments found in column (k) on form 423-2(a) and is confidential for the reasons previously stated.
Plant Crist, line 2-5 Plant Scholz, line 1 Plant Daniel, lines 1-3	(i)	The Rail Rate is the current rate that Gulf Power pays to transport coal to its plants via rail.  This information is considered confidential by Gulf's rail transportation providers. Additionally, disclosure of this information would enable rail transport providers to compare rates with their competitors which, in turn, could lead to less competitive rail rates in future negotiations.  Disclosure would also result in reduced ability for Gulf Power to bargain for price concessions from individual providers. This information is confidential pursuant to section 366.093(3)(d), Florida Statutes.

Plant Crist, lines 1-5	(k)	The River Barge Rate is the current rate that Gulf
Plant Smith, line 1		Power pays to transport coal to its plants via barge. This information is considered confidential by Gulf's barge transportation providers. Additionally, disclosure of this information would enable barge transport providers to compare rates with their competitors which, in turn, could lead to less competitive barge rates in future negotiations. Disclosure could also result in reduced ability for Gulf Power to bargain for price concessions from individual providers. This information is confidential pursuant to section 366.093(3)(d),
		Florida Statutes.
Plant Crist, lines 1-5	(1)	The Transloading Rate is the contract price to unload coal from vessels and trains and reload coal into Gulf's barges at the associated port facilities. The terms of the transloading agreement state that these rates shall remain confidential between the parties of the contract. Revealing this information would harm Gulf's and its suppliers' competitive interests. This information is confidential pursuant to section 366.093(3)(d), Florida Statutes
Plant Crist, lines 1-5	(p)	The Total Transportation Charges represent the total cost reported as transportation charges. Disclosure
Plant Smith, line 1		of this information in conjunction with information disclosed in other columns of Form 423-2(b) could
Plant Scholz, line 1		enable third parties to determine individual components of the Total Transportation Charge,
Plant Daniel, lines 1-3		such as Rail or River Barge Rates which are confidential for the reasons stated above.

#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Fuel and Purchased Power Cost
Recovery Clause with Generating
Performance Incentive Factor

Docket No.: 110001-EI

#### **CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that a true copy of the foregoing was furnished by overnight deliver and/or U.S. mail this 31<sup>st</sup> day of October, 2011, on the following:

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