

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

DOCKET NO. 130001-EI

DATED: May 8, 2013

COMMISSION  
CLERK

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**DUKE ENERGY FLORIDA, INC.'S NOTICE OF FILING AFFIDAVIT**

Duke Energy Florida, Inc. ("DEF") gives notice of filing the affidavit of Joseph McCallister in support of Duke Energy Florida's Request for Confidential Classification of Information Provided Pursuant to Audit No. 13-016-2-1.

Respectfully submitted,



John T. Burnett  
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Florida Bar No. 0173304

*for* Dianne M. Triplett  
Associate General Counsel  
Florida Bar No. 0872431  
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## CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing Request for Confidential Classification has been filed by electronic mail and that a true copy thereof has been furnished to the following by electronic mail this 8<sup>th</sup> day of May, 2013:

  
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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and purchased power cost recovery clause with generating performance incentive factor. | DOCKET NO. 130001-EI  
| DATED: May \_\_, 2013

**AFFIDAVIT OF JOSEPH McCALLISTER IN SUPPORT OF  
DUKE ENERGY FLORIDA'S  
REQUEST FOR CONFIDENTIAL CLASSIFICATION**

STATE OF NORTH CAROLINA

COUNTY OF MECKLENBURG

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

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

2. I am the Director of Gas, Oil and Power in the Fuel Procurement Section of the Fuels and Systems Optimization Department. In part, this section is responsible for natural gas, fuel oil and emission allowance activities for the Duke Energy Indiana ("DEI"), Duke Energy Kentucky ("DEK"), Duke Energy Carolina ("DEC"), and DEF systems.

3. As the Director of Gas, Oil and Power, I am responsible, along with the other members of the section, for the management of the gas and oil procurement, transportation,

hedging activities and administration of gas and oil contracts with various suppliers for DEI's, DEK's, DEC, and DEF's electrical power generation facilities.

4. DEF is seeking confidential classification for portions of workpapers related to Audit Control No. 13-016-2-1. The confidential information at issue is contained in Exhibit A to DEF's Request for Confidential Classification and is outlined in DEF's Justification Matrix that is attached to DEF's Request for Confidential Classification as Exhibit C. DEF is requesting confidential classification of this information because it contains sensitive business information, including confidential contractual information, the disclosure of which would impair the Company's efforts to contract for goods or services on favorable terms.

5. DEF negotiates with potential fuel suppliers to obtain competitive contracts for fuel options that provide economic value to DEF and its ratepayers. In order to obtain such contracts, however, DEF must be able to assure fuel suppliers that sensitive business information, such as volumes and costs, will be kept confidential. With respect to the information at issue in this Request, DEF has kept confidential and has not publicly disclosed confidential information such as hedging/savings/costs and volumes. Absent such measures, suppliers would run the risk that sensitive business information that they provided in their contracts with DEF would be made available to the public and, as a result, end up in possession of potential competitors. Faced with that risk, persons or companies who otherwise would contract with DEF might decide not to do so if DEF did not keep specific information confidential. Without DEF's measures to maintain the confidentiality of sensitive terms in contracts between DEF and fuel suppliers, the Company's efforts to obtain competitive fuel supply contracts could be undermined.

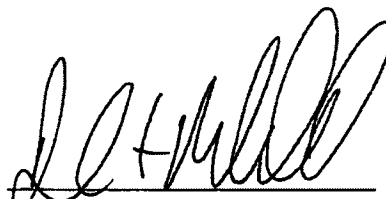
6. Additionally, the disclosure of confidential information in DEF's fuel supply contracts could adversely impact DEF's competitive business interests. If such information was disclosed to DEF's competitors, DEF's efforts to obtain competitive fuel supply options that provide economic value to both DEF and its ratepayers could be compromised by DEF's competitors changing their consumption or purchasing behavior within the relevant markets.

7. Upon receipt of confidential information from fuel suppliers, and with its own confidential information, strict procedures are established and followed to maintain the confidentiality of the terms of the documents and information, including restricting access to those persons who need the information to assist the Company. At no time since receiving the contracts and information in question has the Company publicly disclosed that information. The Company has treated and continues to treat the information and contracts at issue as confidential.

8. This concludes my affidavit.

Further affiant sayeth not.

Dated the \_\_\_\_ day of May, 2013.



(Signature)

Joseph McCallister  
Director – Gas, Oil and Power  
Fuels and Power Optimization Department  
Duke Energy  
526 South Church Street  
Charlotte, NC 28202

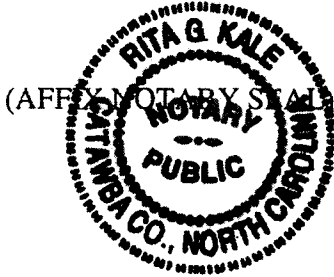
THE FOREGOING INSTRUMENT was sworn to and subscribed before me this 6<sup>th</sup> day of May, 2013 by Joseph McCallister. He is personally known to me, or has produced his NC driver's license, or his \_\_\_\_\_ as identification.

Rita G. Kale

(Signature)

Rita G. Kale

(Printed Name)



NOTARY PUBLIC, STATE OF NC

6/17/2017

(Commission Expiration Date)