

Dianne M. Triplett
DEPUTY GENERAL COUNSEL

February 23, 2023

VIA ELECTRONIC FILING

Adam J. Teitzman, Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Re: Petition for approval of new clean energy impact program, a new renewable energy

certificates (REC) buying program, by Duke Energy Florida, LLC.; Docket No.

20220202-EI

Dear Mr. Teitzman:

Please find enclosed for electronic filing on behalf of Duke Energy Florida, LLC ("DEF"), DEF's Request for Confidential Classification for certain information provided in its Response to Staff of the Florida Public Service Commission's ("Staff") First Data Request. The filing includes the following:

- DEF's Request for Confidential Classification
- Slip-sheet for confidential Exhibit A
- Redacted Exhibit B (two copies)
- Exhibit C (justification matrix), and
- Exhibit D (affidavit of Wendi Fleener)

DEF's confidential Exhibit A that accompanies the above-referenced was submitted with DEF's Notice of Intent to Request Confidential Classification on February 3, 2023 (document number 00861-2023), under separate cover.

Thank you for your assistance in this matter. Should have any questions, please feel free to contact me at (727) 820-4692.

Sincerely,

/s/ Dianne M. Triplett

Dianne M. Triplett

DMT/mw Enclosures

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for Approval of Duke Energy Florida, LLC's Clean Energy Impact Program, A New Renewable Energy Certificates (REC) Buying Program

Docket No. 20220202-EI

Dated: February 23, 2023

DUKE ENERGY FLORIDA LLC'S REQUEST FOR CONFIDENTIAL CLASSIFICATION

Duke Energy Florida, LLC ("DEF" 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 its response to the Staff of the Florida Public Service Commission's ("Staff") First Data Request dated February 3, 2023, and served concurrently with DEF's Notice of Intent to Request Confidential Classification. This Request is timely. *See* Rule 25-22.006(3)(a)1, F.A.C. In support of this Request, DEF states:

- 1. DEF's Response to Staff's First Data Request, specifically questions 3a, 3c, 3d, 3e and 6c, contain information that is "confidential proprietary business information" under Section 366.093(3), Florida Statutes.
 - 2. The following exhibits are included with this request:
- (a) Sealed Composite Exhibit A is a package containing unreducted copies of all the documents for which DEF seeks confidential treatment. Composite Exhibit A was submitted separately in a sealed envelope labeled "CONFIDENTIAL" on February 3, 2023, document number 00861-2023. In the unreducted versions, the information asserted to be confidential is highlighted in yellow.

- (b) Composite Exhibit B is a package containing two copies of redacted versions of the documents for which the Company requests confidential classification. The specific information for which confidential treatment is requested has been blocked out by opaque marker or other means.
- (c) Exhibit C is a table which identifies by page and line the information for which DEF seeks confidential classification and the specific statutory bases for seeking confidential treatment.
- (d) Exhibit D contains affidavits attesting to the confidential nature of information identified in this request.
- 3. As indicated in Exhibit C, the information for which DEF requests confidential classification is "proprietary confidential business information" within the meaning of Section 366.093(3), F.S. Specifically, the information at issue in DEF's response to questions 3a, 3c, 3d, 3e and 6c, relate to proprietary third-party data and pricing information. The disclosure of this information could adversely affect the Company's ability to contract on favorable terms. *See* § 366.093(3)(d), F.S.; Affidavit of Wendi Fleener at ¶ 3, 4 and 5. Furthermore, disclosure of the information could detrimentally impact DEF's ability to negotiate favorable contracts, thereby harming its competitive interests, ultimately to its customers' detriment. *See* § 366.093(3)(e), F.S.; Affidavit of Wendi Fleener at ¶ 3, 4, and 5. 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. *See* Affidavit of Wendi Fleener at ¶ 6. The information has not been disclosed to the public, and the Company has treated and continues to treat the information at issue as confidential. *See* Affidavit of Wendi Fleener at ¶ 6.

5. DEF 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, DEF respectfully requests that this Request for Confidential Classification be granted.

RESPECTFULLY SUBMITTED this 23rd day of February, 2023.

/s/ Dianne M. Triplett

DIANNE M. TRIPLETT

Deputy General Counsel 299 1st Avenue North

St. Petersburg, Florida 33701

T: (727) 820-4692 F: (727) 820-5041

E: dianne.triplett@duke-energy.com

MATTHEW R. BERNIER

Associate General Counsel 106 East College Avenue, Suite 800 Tallahassee, Florida 32301

T: (850) 521-1428 F: (727) 820-5041

E: matthew.bernier@duke-energy.com

STEPHANIE A. CUELLO

Senior Counsel 106 East College Avenue Suite 800

Tallahassee, Florida 32301

T: (850) 521-1425 F: (727) 820-5041

E: <u>Stephanie.Cuello@duke-energy.com</u> <u>FLRegulatoryLegal@duke-energy.com</u>

Attorneys for Duke Energy Florida, LLC

Duke Energy Florida, LLC

CERTIFICATE OF SERVICE

Docket No. 20220202-EI

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished via email this $23^{\rm rd}$ day of February, 2023, to all parties of record as indicated below.

/s/ Dianne M. Triplett
Attorney

Shaw Stiller Office of General Counsel FL Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 sstiller@psc.state.fl.us

Orlando Wooten
Division of Engineering
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850
owooten@psc.state.fl.us

Exhibit A

"CONFIDENTIAL"

(filed under separate cover on February 3, 2023 document number 00861-2023)

Exhibit B REDACTED

(one copy)

- 2. Please refer to page 1 of the proposed CEI Tariff, the section titled "Definitions" for the following questions.
 - a. Explain why DEF is restricting RECs to only those generated by Utility owned renewable generation resources tied to its transmission system. As a part of this response, explain if DEF intends to expand this in the future, such as including non-DEF owned or non-grid tied renewable resources, and if so, explain what circumstances would cause this to occur (i.e., REC demand exceeding supply, etc.).

At this time, the only RECs included in the program are those generated from DEF-owned assets. If that were to change in the future, DEF may consider expanding the offering to include RECs from an asset where DEF has the right to the unused RECs. To avoid REC demand exceeding supply, we will set the total available RECs for the year based on a percentage of the number of expected RECs to be generated, for example, 90% of expected RECs. RECs are only generated off actual generation, so knowing that there can be severe weather, as an example, we want to be prepared that it's possible for actuals to be less than projected.

b. Explain if DEF is currently receiving RECs from sources other than those defined in the tariff as Renewable Energy Resources, such as through power purchase agreements with renewable generation resources not owned by the Utility. If so, detail these resources, how DEF is handling these RECs and what effect, if any, these RECs will have on the proposed program.

<u> Response:</u>

DEF is not currently receiving RECs from sources other than those defined in the tariff as Renewable Energy Resources.

- 3. Please refer to page 1 of the proposed CEI Tariff, the section titled "Rates," for the following questions.
 - **a.** Detail which tradeable market(s) DEF has investigated.

Response: DEF will be using to determine voluntary REC pricing for the CEI program. that will be used to set CEI program annual REC pricing based on the

b. Explain how DEF will decide which tradeable market(s) will be used in setting REC prices.

See the response to 3.a above.

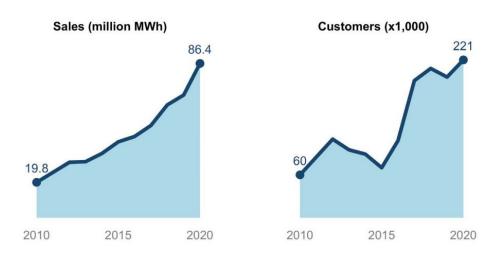
c. For each REC market DEF investigated, please discuss the frequency and volume of REC trading that occurs and provide REC prices for the period 2019 to 2022

Response:



The National Renewable Energy Laboratory (NREL) published a report in September 2021 on the Status and Trends in the Voluntary Market (https://www.nrel.gov/docs/fy22osti/81141.pdf). The report did not speak to frequency but did highlight the substantial growth in both sales and customer participation in the voluntary REC market from 2010 to 2020.

About **221,000 customers** procured about **86.4 million MWh** of voluntary green power through unbundled RECs in 2020.



d. Explain how DEF will ensure that it is using the most up-to-date price for RECs if the REC cost in the proposed tariff is set annually. As part of this response, detail the REC market price volatility that DEF has observed during 2022.

Response:

As mentioned in the response to 3a above, will use the from DEF

ranged
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e. Explain if the tradeable market(s) DEF has investigated have any restrictions on the type of renewable energy resource used in REC generation. If so, detail these restrictions. As a part of this response, detail any difference in tradeable market(s) REC prices determined by the generation resource type (i.e., solar, wind, biomass, et al.).

Response:

does not have any restrictions on the type of renewable energy resource used in REC generation that we are aware of.

- 4. Please refer to page 1 of the proposed CEI Tariff, the section titled "Rates" for the following questions.
 - a. Explain if DEF has any intention to refund administrative expenses to either the general body of ratepayers or program participants if the revenue collected from fees are more than administrative expenses. If not, explain why not.

See the response 6.a.

c. Provide the estimated annual number of RECs generated for the years 2023 – 2028. As a part of this response, provide the estimated annual number of RECs sold through the program for the years 2023 – 2028.



Exhibit B

REDACTED

(two copy)

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<u> Response:</u>

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- 3. Please refer to page 1 of the proposed CEI Tariff, the section titled "Rates," for the following questions.
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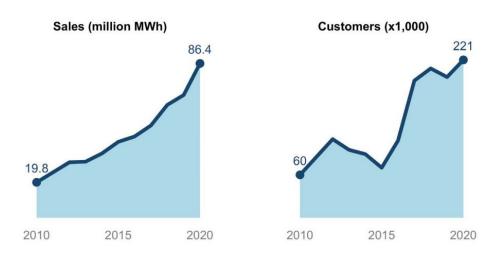
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- 4. Please refer to page 1 of the proposed CEI Tariff, the section titled "Rates" for the following questions.
 - a. Explain if DEF has any intention to refund administrative expenses to either the general body of ratepayers or program participants if the revenue collected from fees are more than administrative expenses. If not, explain why not.

See the response 6.a.

c. Provide the estimated annual number of RECs generated for the years 2023 – 2028. As a part of this response, provide the estimated annual number of RECs sold through the program for the years 2023 – 2028.



Exhibit C

DUKE ENERGY FLORIDA Confidentiality Justification Matrix

DOCUMENT/RESPONSES	PAGE/LINE	JUSTIFICATION
DEF's Response to Staff's	Question 3a: The	§366.093(3)(d), F.S.
First Data Request,	information in the first	The document in question
specifically questions 3a, 3c,	sentence after "using" and	contains confidential
3d, 3e and 6c	before "to". The beginning	information, the disclosure of
	of the second sentence and	which would impair DEF's
	before "that will" and after	efforts to contract for goods or
	"the" to the remaining	services on favorable terms.
	sentence is confidential.	
		§366.093(3)(e), F.S.
	Question 3c: The entire	The document in question
	table is confidential.	contains confidential
		information relating to
	Question 3d: The	competitive business interests,
	remaining information in	the disclosure of which would
	the first sentence after	impair the competitive
	"above". The information	business of the provider/owner
	in the second sentence after	of the information.
	"the" and before "ranged"	
	and the remaining sentence	
	after "from" is confidential.	
	Question 3e: The	
	information before "does"	
	is confidential.	
	Question 6c: The entire	
	table is confidential.	

Exhibit D

AFFIDAVIT OF WENDI FLEENER

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for Approval of Duke Energy Florida, LLC's Clean Energy Impact Program,

A New Renewable Energy Certificates (REC)

Buying Program

Dated: February 23, 2023

Docket No. 20220202-EI

AFFIDAVIT OF WENDI FLEENER IN SUPPORT OF DUKE ENERGY FLORIDA, LLC'S REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF NORTH CAROLINA

COUNTY OF MECKLENBURG

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

- 1. My name is Wendi Fleener. I am over the age of 18 years old, and I 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 "Request"). The facts attested to in my affidavit are based upon my personal knowledge.
- 2. I am the Director of Clean Energy. I am responsible for helping customers meet their sustainability goals in Grid Systems Integration. My major duties and responsibilities include developing, implementing and the ongoing management of our customer programs throughout the Duke Energy footprint.
- 3. DEF is seeking confidential classification for certain information provided in its response to the Staff of the Florida Public Service Commission's ("Staff") First Data Request,

specifically questions 3a, 3c, 3d, 3e and 6c. The confidential information at issue is contained in confidential Exhibit A to DEF's Request and is outlined in DEF's Justification Matrix that is attached to DEF's Request as Exhibit C. DEF is requesting confidential classification of this information because it contains sensitive business information, the disclosure of which would impair the Company's competitive business interests and ability to contract for goods and services on favorable terms.

- 4. The confidential information at issue relates to proprietary third-party information regarding proprietary data and pricing information, the disclosure of which would impair the Company's competitive business interests and efforts to contract for goods or services on favorable terms. In order to contract with third-party vendors on favorable terms, DEF must keep third-party proprietary information confidential.
- 5. Further, if DEF cannot demonstrate to its third-party vendors and others that may enter into contracts with DEF in the future, that DEF has the ability to protect those third parties' confidential and proprietary business information, third parties will be less likely to provide that information to DEF harming DEF's ability to prudently operate its business. DEF has not publicly disclosed the information. Without DEF's measures to maintain the confidentiality of this sensitive business information, DEF's ability to contract with third parties could detrimentally impact DEF's ability to negotiate favorable contracts, as third parties may begin to demand a "premium" to do business with DEF to account for the risk that its proprietary information will become a matter of public record, thereby harming DEF's competitive interests and ultimately its customers' financial interests.
- 6. Upon receipt of its own confidential information, strict procedures are established and followed to maintain the confidentiality of the terms of the documents and information

provided, including restricting access to those persons who need the information to assist the Company, and restricting the number of, and access to the information and contracts. At no time since receiving the information in question has the Company publicly disclosed that information. The Company has treated and continues to treat the information at issue as confidential.

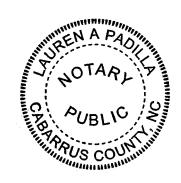
7. This concludes my affidavit.

Further affiant sayeth not.

Dated the 10 day of February, 2023.

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this 16 day of February, 2023 by Wendi Fleener. She is personally known to me or has produced her North Carolina driver's license, or her ______ as identification.

(AFFIX NOTARIAL SEAL)



(Serial Number, If Any)

NOTARY PUBLIC, STATE OF MC