BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Purchased gas adjustment (PGA) true-up.

DOCKET NO. 990003-GU ORDER NO. PSC-99-1001-CFO-GU ISSUED: May 19, 1999

ORDER GRANTING CONFIDENTIAL CLASSIFICATION TO FLORIDA PUBLIC UTILITIES COMPANY FOR PORTIONS OF ITS PURCHASED GAS ADJUSTMENT FOR FEBRUARY, 1999 (DOCUMENT NO. 03550-99)

Pursuant to Rule 25-22.006, Florida Administrative Code, and Section 366.093, Florida Statutes, Florida Public Utilities Company (FPUC) requests confidential classification for portions of its February, 1999, Purchased Gas Adjustment (PGA). FPUC asserts that the information contained in Document No. 03550-99 is confidential information and has not been publicly disclosed. FPUC requests that this information be granted confidential classification for a period of 18 months from the date of the issuance of this Order. FPUC asserts that this time period is necessary to allow FPUC to negotiate future gas purchase contracts on favorable terms. FPUC also maintains that information such as that contained in Document No. 03550-99 has previously been granted confidential classification by the Commission in Order No. PSC-96-0532-CFO-GU, issued April 15, 1996, in Docket No. 960003-GU.

FPUC requests that the information described below be granted confidential classification:

SCHEDULES	PAGES	LINES	COLUMNS
A-1 SUPPORTING DETAIL	4A	8-12	VENDOR; INVOICE, CREDIT, CHECK, OR IDENTIFYING NUMBER; INVOICE AMOUNT; CLASSIFICATION BREAKDOWN

TABLE	1:	SCHEDULE	A-1,	SUPPORTING	DETAIL;	SCHEDULE	A-3;	AND,
SCHEDU	LE A	A-4						

DOCUMENT NUMBER-DATE

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SCHEDULES	PAGES	LINES	COLUMNS
A-3	6A	1-12	PURCHASED FROM; SYSTEM SUPPLY; END USE; TOTAL PURCHASED; COMMODITY COST/THIRD PARTY; OTHER CHARGE ACA/GRI/FUEL; TOTAL CENTS PER THERM
A-4	7	1-21	PRODUCER NAME; RECEIPT POINT; GROSS AMOUNT; NET AMOUNT; MONTHLY GROSS; MONTHLY NET; WELLHEAD PRICE; CITYGATE PRICE

FPUC asserts that the information contained within these columns represents either negotiated gas supply packages or information from which the cost of such packages may be derived. These packages are purchased from suppliers other than Florida Gas Transmission Company (FGT). According to FPUC, these purchase prices vary based on the operational flexibility of each contract. This information also contains the names of gas suppliers from which FPUC is purchasing gas supplies. FPUC maintains that the release of supplier names would be detrimental to the interests of FPUC and its customers because it would provide a competitor with a list of FPUC's suppliers. FPUC contends that this information concerns both the volumes purchased and the costs by gas supply FPUC asserts that disclosure of this information may sources. render suppliers less likely to make price concessions. FPUC maintains that the release of such information has the potential to encourage price fixing by gas suppliers. Potentially, according to FPUC, the release of the aforementioned information may result in higher gas costs which would have to be passed along to FPUC's customers. This, according to FPUC, "would impair the efforts of the public utility or its affiliates to contract for goods or services on favorable terms." Section 366.093(3)(d), Florida Statutes.

FPUC also requests confidential classification of the following:

TABLE 2: GAS INVOICES

PAGES	LINES	COLUMNS
17-20	1-80	ALL

FPUC claims that it is necessary to keep all natural gas supply invoices and related transactions confidential with the exception of the FGT invoices and transactions. The identity of the individual gas suppliers could be determined by any person familiar with the format, fonts and type sizes used by each gas supplier in constructing their invoices. Because of this, FPUC requests that every element of all gas supply invoices, with the exception of FGT invoices, be kept confidential to comply with the terms of FPUC's gas supply contracts. FPUC asserts that the disclosure of any portion of this information would be detrimental to FPUC and its customers because it would provide a competitor with a list of FPUC's suppliers. FPUC asserts that if this information is disclosed, suppliers may be less likely to make price concessions. Release of such information has the potential to lead to inflated price fixing by gas suppliers. Potentially, according to FPUC, release of the aforementioned information may result in higher gas costs which would have to be passed along to FPUC's customers. FPUC also contends that it is contractually obligated to keep confidential all material terms of its gas supply agreements and transactions between its gas suppliers and the company. Each gas invoice represents negotiated gas supply packages purchased from suppliers other than FGT. According to FPUC, these prices vary based on the operational flexibility of each contract.

FPUC also requests that the following information be kept confidential:

ITEMS	PAGE (S)	LINES	COLUMNS
IMBALANCE RESOLUTION	21	1-80	ALL

	TABLE	3:	IMBALANCES	RESOLUTIONS
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FPUC alleges that its imbalance resolution represents a transaction that affects its PGA for imbalances traded and as an alternative to Florida Gas Transmission Company's cash out program. According to

FPUC, transactions of these types are with other pipeline customers. FPUC argues that for competitive purposes only, FPUC must be assured that no other pipeline customer will be able to ascertain the parties involved in this transaction with FPUC nor the prices of the components of such transactions nor the quantities involved in this transaction. Otherwise future transactions of this type may be put at undue risk.

FPUC maintains that unless this information is kept confidential, other future transactions of this type may be put at undue risk. Finally, FPUC contends that this information is contractual information which, if made public, "would impair the efforts of the public utility or its affiliates to contract for goods or services on favorable terms." Section 366.093(3)(d), Florida Statutes.

Upon review, it appears that the information described above relates to invoices, imbalance trades, supplier names, and amounts of gas purchased and/or traded. Disclosure of this information could harm FPUC, its affiliates or its ratepayers. This information appears to be contractual or bid information, the disclosure of which "would impair the efforts of the public utility or its affiliates to contract for goods or services on favorable terms." Section 366.093(3)(d), Florida Statutes. As such, this information is entitled to confidential classification. In accord with Section 366.093(4), Florida Statutes, this information shall be granted confidential classification for a period of 18 months from the date of the issuance of this Order.

It is therefore

ORDERED by Commissioner Susan F. Clark, as Prehearing Officer, that the information described within the body of this Order and contained in Document No. 03550-99 is granted confidential classification. It is further

ORDERED that the information described within the body of this Order and contained in Document No. 03550-99 is granted confidential classification for a period of 18 months from the date of the issuance of this Order. It is further

ORDERED that this Order shall be the only notice by the Commission to the parties of the declassification date of this document.

By ORDER of Commissioner Susan F. Clark, as Prehearing Officer, this <u>19th</u> Day of <u>May</u>, <u>1999</u>.

SUSAN F. CLARK Commissioner and Prehearing Officer

(SEAL)

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by this order, which is preliminary, procedural or intermediate in nature, may request: 1) reconsideration within 10 days pursuant to Rule 25-22.038(2), Florida Administrative Code, if issued by a Prehearing Officer; 2) reconsideration within 15 days pursuant to Rule 25-22.060, Florida Administrative Code, if issued by the Commission; or 3) judicial review by the Florida Supreme Court, in the case of an electric, gas or telephone utility, or the First District Court of Appeal, in the case of a water or wastewater utility. A motion for reconsideration shall be filed with the Director, Division of Records and Reporting, in the form prescribed by Rule 25-22.060, Florida Administrative Code. Judicial review of a preliminary, procedural or intermediate ruling or order is available if review of the final action will not provide an adequate remedy. Such

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review may be requested from the appropriate court, as described above, pursuant to Rule 9.100, Florida Rules of Appellate Procedure. MEMORANDUM

RECEIVED-FPSC

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MAY 19, 1999

RECORDS AND REPORTING

TO: DIVISION OF RECORDS AND REPORTING

FROM: DIVISION OF LEGAL SERVICES (COLLINS RVE

RE: DOCKET NO. 990003-GU - PURCHASED GAS ADJUSTMENT (PGA) TRUE-UP

99-1008-CFO

Attached is an <u>ORDER GRANTING CONFIDENTIAL CLASSIFICATION TO</u> <u>FLORIDA PUBLIC UTILITIES COMPANY FOR PORTIONS OF ITS PURCHASED GAS</u> <u>ADJUSTMENT FOR FEBRUARY, 1999 (DOCUMENT NO. 03550-99)</u> to be issued in the above referenced docket. (Number of pages in order - $\mathbf{6}$)

TRC/js Attachment cc: Division of Electric and Gas Division of Auditing and Financial Analysis I:\0355099.trc

