BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION JAN 12 PM 1:48

In re: FPSC Review of Customer Damage Claims of Florida's Four Major Investor-Owned Utilities. COMMISSION Docket No. Undock

Dated: January 12, 2009

## AFFIDAVIT OF LAWRENCE MAZER IN SUPPORT OF PROGRESS ENERGY FLORIDA'S <u>REQUEST FOR CONFIDENTIAL CLASSIFICATION</u>

STATE OF FLORIDA

## COUNTY OF PINELLAS

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

1. My name is Lawrence Mazer 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 Request for Confidential Classification. The facts attested to in my affidavit are based upon my personal knowledge.

2. As the Associate General Counsel, I am responsible for the managing the customer claims and litigation function within PEF.

**FPSC-COMMISSION CLERK** 

contained in confidential Exhibit A to PEF's Request for Confidential Classification and is outlined in PEF's Justification Matrix that is attached to PEF's Request for Confidential Classification as Exhibit C. PEF is requesting confidential classification of this information because it contains sensitive business information, the disclosure of which would impair the Company's efforts to maintain confidentiality of its internal processes.

4. PEF has in place internal processes, targets and goals for its Claims Unit including the process of how PEF evaluates and compensates customer claims. PEF must ensure that sensitive business information, such as these internal processes of the Claims Unit remain confidential. Absent such measures, PEF would run the risk that this sensitive business information, such as these internal processes, percentages and the dollar amounts of claims paid, could be made available to the public and that PEF's competitive business interests would be jeopardized. Specifically, the disclosure of this confidential information could adversely impact PEF's business interests because if such information was disclosed, customers who had copies of PEF's policies could use such information in an adverse manner and could adjust their behavior when filing claims, thereby adversely affecting PEF's entire claims process. Disclosure of this information could lead to the filing of fraudulent claims and at the very least cause PEF to incur additional expenses to investigate the veracity of claims.

5. PEF has incorporated within its business procedures and processes when filing claims strict procedures that were established and are followed to maintain the confidentiality of the documents 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. At no time since establishing the information in question has the Company publicly disclosed this information. The Company has treated and continues to treat the information at issue as confidential. In the past, when similar information has been provided the PSC the Request for Confidential Classification has been granted.

6. This concludes my affidavit.

Further affiant sayeth not.

Dated the \_\_\_\_\_ day of January, 2009.

(Signature)

Lawrence Mazer Associate General Counsel-Claims Legal Department Progress Energy Florida Post Office Box 14042 St. Petersburg, FL 33733

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this <u>1</u><sup>H</sup> day of January, 2009 by Lawrence Mazer. <u>He is personally known to me, or has</u> produced his \_\_\_\_\_\_ driver's license, or his \_\_\_\_\_\_ as identification.

Jane Corre (Signature) Sandra Cope \_\_\_\_

(AFFIX NOTARIAL SEAL)

SANDRA COPE Notary Public - State of Florida My Commission Expires Mar 8, 2010 Commission # DD 512206 Bonded By National Notary Assn. NOTARY PUBLIC, STATE OF FLORIDA

3 8 10 (Commission Expiration Date)

(Serial Number, If Any)

(Printed Name)