BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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| In re: Analysis of IOUs' hedging practices. | DOCKET NO. 20170057-EIORDER NO. PSC-2018-0023-CFO-EIISSUED: January 8, 2018 |

ORDER GRANTING DUKE ENERGY FLORIDA, LLC’S REQUEST

FOR CONFIDENTIAL CLASSIFICATION (DOCUMENT NO. 06161-2017)

On July 24, 2017, Duke Energy Florida, LLC (DEF) pursuant to Section 366.093, Florida Statutes (F.S.) and Rule 25-22.006(3)(a)(1), Florida Administrative Code (F.A.C.), filed its Notice of Intent to Request Confidential Classification for its responses to the Florida Industrial Power Users Group’s (FIPUG) First Set of Interrogatories Nos. 5 and 6 and FIPUG’s First Request for Production of Documents Nos. 1, 2 and 3 (Document No. 06161-2017). On August 11, 2017, pursuant to Section 366.093, F.S., and Rule 25-22.006, F.A.C., DEF filed its Request for Confidential Classification (Request) regarding this information.

Request for Confidential Classification

 DEF contends that the information contained in its responses to FIPUG’s First Set of Interrogatories Nos. 5 and 6 and FIPUG’s First Request for Production of Documents Nos. 1, 2 and 3, more specifically described in Exhibit C to its Request, constitute proprietary confidential business information entitled to protection under Section 366.093, F.S., and Rule 25-22.006, F.A.C. DEF asserts that this information is intended to be and is treated by DEF as private and has not been publicly disclosed.

The information contained in the response to FIPUG’s First Set of Interrogatories Nos. 5 and 6 and consists of data associated with natural gas financial hedging instruments executed by DEF in calendar years 2015 and 2016. The information contained in response to FIPUG’s First Request for Production of Documents Nos. 1, 2 and 3 consists of calculations of potential and actual hedging costs reported on Slides 7 through 17 of DEF’s Joint IOU Presentation on Natural Gas Hedging dated February 21, 2017. DEF argues that the release of contractual pricing information associated with its hedging program will impede its ability to secure the most favorable pricing for natural gas in the future. Further, DEF states that the release of specific financial trade information would impair DEF’s competitive business interests. Therefore, DEF argues that this information is protected by Sections 366.093(3)(d) and (e), F.S.

Ruling

Section 366.093(1), F.S., provides that records the Florida Public Service Commission (Commission) has found to contain proprietary business information shall be kept confidential and shall be exempt from Chapter 119, F.S. Section 366.093(3), F.S., defines proprietary confidential business information as information that is intended to be and is treated by the company as private, in that disclosure of the information would cause harm to the company’s ratepayers or business operations, and has not been voluntarily disclosed to the public. Section 366.093(3), F.S., provides that proprietary confidential business information includes, but is not limited to:

 (d) Information concerning bids or other contractual data, the disclosure of which would impair the efforts of the public utility or its affiliates to contract for goods or services on favorable terms.

 (e) Information relating to competitive interests, the disclosure of which would impair the competitive business of the provider of the information.

Upon review, it appears the above-referenced information satisfies the criteria set forth in Section 366.093(3), F.S., for classification as proprietary confidential business information. The negotiated hedged prices for natural gas, if disclosed, could adversely impact DEF’s competitive interests as well as the competitive interests of its vendors. Further, disclosure of this information could result in higher prices for natural gas in the future. Thus, the information identified in Document No. 06161-2017 shall be granted confidential classification.

Pursuant to Section 366.093(4), F.S., the information for which confidential classification is granted herein shall remain protected from disclosure for a period of up to 18 months from the date of issuance of this Order. At the conclusion of the 18-month period, the confidential information will no longer be exempt from Section 119.07(1), F.S., unless DEF or another affected person shows, and the Commission finds, that the records continue to contain proprietary confidential business information.

 Based on the foregoing, it is hereby

 ORDERED by Commissioner Gary F. Clark, as Prehearing Officer, that Duke Energy Florida, LLC’s Request for Confidential Classification of Document No. 06161-2017, is granted, as set forth herein. It is further

 ORDERED that the information in Document No. 06161-2017 for which confidential classification has been granted, shall remain protected from disclosure for a period of up to 18 months from the date of issuance of this Order. It is further

 ORDERED that this Order shall be the only notification by the Commission to the parties of the date of declassification of the materials discussed herein.

 By ORDER of Commissioner Gary F. Clark, as Prehearing Officer, this 8th day of January, 2018.

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|  | /s/ Gary F. Clark |
|  | GARY F. CLARKCommissioner and Prehearing Officer |

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Copies furnished: A copy of this document is provided to the parties of record at the time of issuance and, if applicable, interested persons.

SBr

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.

 Mediation may be available on a case-by-case basis. If mediation is conducted, it does not affect a substantially interested person's right to a hearing.

 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 25-22.0376, Florida Administrative Code; or (2) 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 Office of Commission Clerk, in the form prescribed by Rule 25-22.0376, 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 review may be requested from the appropriate court, as described above, pursuant to Rule 9.100, Florida Rules of Appellate Procedure.