

Natalie F. Smith NEIVED-EPS(Attorney Florida Power & Light Company 700 Universe Boulevard MAY -7 PM 1:53 Juno Beach, FL 33408-0420 (561) 691-7207 (561) 691-7135 (Facsimile)

COMMISSION CLERK

May 7, 2004

VIA HAND DELIVERY

Ms. Blanca S. Bayó, Director Division of the Commission Clerk and Administrative Services Florida Public Service Commission Betty Easley Conference Center, Room 110 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Re: **CONFIDENTIAL DOCUMENT FILING**

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In re: Petition to Determine Need for Turkey Point Unit 5 Power Plant by Florida Power & Light Company - Docket No. 040206-EI

Dear Ms. Bayo:

CMP

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Enclosed for filing on behalf of Florida Power & Light Company ("FPL") are the original and seven (7) copies of a Request for Confidential Classification of Information provided in response to Staff's First Set of Interrogatories Nos. 1-38. Exhibit A to this Request is an envelope marked "CONFIDENTIAL." Only the original Request includes Exhibit A. The six copies of this Request include Exhibits B, C, and D.

Exhibit A is a copy of the confidential information that is the subject of FPL's Request for Confidential Classification on which all of the information FPL asserts is confidential is Exhibit B is a revised Exhibit A, in which the information FPL asserts is highlighted. confidential has been redacted. Exhibit C is FPL's justification table for its request for -confidential classification. Exhibit D is an Affidavit of Gerard J. Yupp in support of FPL's Request for Confidential Classification.

CTR FPL requests that the Commission make available for return to FPL the confidential data ECR included in the envelope marked "CONFIDENTIAL" filed with FPL's April 16, 2004, Notice of Intent. Exhibit A to this Request is a duplicate of such confidential information, but with the GCL lines on the page sequentially numbered to correspond with the justification table that is Exhibit OPC C.

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FPSC-COMMISSION CLERK

Ms. Blanca S. Bayó, Director Division of the Commission Clerk and Administrative Services Florida Public Service Commission May 7, 2004 Page 2

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In accordance with Rule 25-22.006(3)(d), FPL requests confidential treatment of the information in Attachment A pending disposition of FPL's request for Confidential Classification.

Also included is a computer diskette containing FPL's Request for Confidential Classification and Attachment C, in Word. Please contact me should you or your Staff have any questions regarding this filing.

Sincerely,

Jatalia 7. Snirth

Natalie F. Smith

NFS:ec Enclosures cc: Parties of Record w/enclosures

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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In re: Petition to Determine Need for Turkey Point Unit 5 Power Plant By Florida Power & Light Company

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Docket No. 040206-EI

Dated: May 7, 2004

FLORIDA POWER & LIGHT COMPANY'S REQUEST FOR CONFIDENTIAL CLASSIFICATION FOR CERTAIN INFORMATION PROVIDED IN RESPONSE TO INTERROGATORY NO. 23 OF THE FLORIDA PUBLIC SERVICE COMMISSION'S FIRST SET OF INTERROGATORIES

Pursuant to Section 366.093,¹ and Rule 25-22.006,² Florida Power & Light Company ("FPL") requests confidential classification of certain confidential information provided in response to Interrogatory No. 23 of the Florida Public Service Commission (the "PSC" or the "Commission") Staff's ("Staff's") First Set of Interrogatories, which were served on FPL via U.S. Mail on March 22, 2004. FPL further requests that, if the confidential information contained in its response to Interrogatory No. 23 is admitted into the record in this proceeding, that the Commission determine that FPL has shown good cause to maintain confidential classification for the confidential information in its response to such interrogatory, for a period of thirty-six months. In support of its request, FPL states:

Justification for Confidential Classification

1. The Confidential Information is contained in documents provided to the

Commission in connection with its response to Staff's First Set of Interrogatories to FPL,

¹ All references to "Section" or "§" are to the latest version of the Florida Statutes unless indicated otherwise.

² All references to "Rule" are to the latest version of the Florida Administrative Code unless indicated otherwise.

Interrogatory No. 23, in the above-referenced docket. FPL filed its Notice of Intent to Request Confidential Classification with respect to such information on April 16, 2004. Pursuant to Rule 25-22.006(3)(a), FPL is given 21 days from the date of that Notice of Intent, or until May 7, 2004, to file a formal Request for Confidential Classification with respect to its response to Staff's Interrogatory No. 23. By this pleading, FPL makes such request and asks the Commission to maintain continued confidential handling of the subject confidential material.

2. To satisfy the requirements of Rule 25-17.006, FPL attaches as Exhibit A to this request an envelope marked "CONFIDENTIAL" that contains one copy of FPL's response to Staff's First Set of Interrogatories, Interrogatory No. 23, on which all the confidential information is highlighted. Exhibit B, attached to this request, is two copies of FPL's response to Staff's Interrogatory No. 23 with the confidential information redacted. Exhibit C, attached to this request, is a line-by-line justification of the confidential status of the confidential information in FPL's Response to Staff's Interrogatory No. 23. Exhibit D, also attached to this request, is the affidavit of Gerard J. Yupp explaining why the information FPL seeks to prevent from disclosure is proprietary and confidential and why it should not be publicly disclosed. Exhibit A is attached only to the original request. All copies of this request have Exhibits B - D.

3. FPL seeks confidential protection for the information highlighted in Exhibit A. The highlighted information is proprietary confidential business information within the meaning of Section 366.093(3). The information is intended to be, and has been, treated by FPL as confidential.

4. Pursuant to Section 366.093, the information highlighted in Exhibit A is entitled to confidential treatment and is exempt from the disclosure provisions of the public records law. Thus, once the Commission determines that the information in question is proprietary

confidential business information, the Commission is not required to engage in any further analysis or review such as weighing the harm of disclosure against the public interest in access to the information.

5. The statutory bases for FPL's assertion of confidentiality with regard to each document or portion thereof are set forth in Exhibit C under the column titled "FLORIDA STATUTE 366.093(3) SUBSECTION." The letters (d) or (e) in that column refer to the subsection(s) of Section 366.093(3) that provide justification for FPL's request. Further support for FPL's Request for Confidential Classification of the referenced material is provided through the affidavit of Gerard J. Yupp, included as Exhibit D to this request.

6. The information FPL asserts is proprietary and confidential business information, described in Exhibits C and D, is comprised of competitively sensitive contractual data included in short-term firm capacity agreements with third-party suppliers, including the cost of capacity payments, the term of the agreements, and the amount of capacity, as well as information about the status of renegotiating such agreements. The disclosure of this sensitive contractual data could impair FPL's ability to contract for short-term power supply on favorable terms in the future, and would impair the competitive interests of FPL and those suppliers. Also, the disclosure of this information would provide other market participants insight into FPL's marketing and trading practices that would allow them to anticipate FPL's marketing and trading decisions and/or impair FPL's ability to negotiate, to the detriment of FPL and its customers. This type of confidential information is protected against disclosure by Section 366.093(3)(d) and (e).

7. FPL negotiated with the counterparties to the short-term firm capacity agreements in an effort to reduce the scope of this request, but it was unsuccessful in reducing the scope of this request.

The information for which FPL seeks confidential classification shall continue to 8. be confidential after 18 months. Even after 18 months, this data regarding short-term firm capacity contracts will still be treated by FPL as confidential. The data will continue to be sensitive contractual data the disclosure of which would injure FPL's ability to contract for shortterm power supply on favorable terms in the future, as well injuring FPL's and the suppliers' competitive interests even after 18 months. Therefore, FPL requests that the Commission rule, as permitted by Section 366.093, Florida Statutes, that the confidential information highlighted in Exhibit A continue to be classified as confidential for a period of 36 months from the original confidential classification. At present it is not FPL's intent to offer its response to Staff's Interrogatory No. 23 into evidence. If the confidential portion of FPL's response to Staff's Interrogatory No. 23 is not admitted into evidence in this proceeding, FPL asks that the Commission require the return of Appendix A to FPL. However, if this information becomes subject to dispute or the confidential information in FPL's response to Staff's Interrogatory No. 23 is introduced into the record in this proceeding, FPL asks that the Commission determine that FPL has demonstrated good cause for the confidential information to continue to be classified as confidential for thirty-six months from the original classification.

9. Upon a finding by the Commission that the information highlighted in Exhibit A, and referenced in Exhibit C, is proprietary confidential business information, the information should not be declassified for a period of at least 36 months and should be returned to FPL as

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soon as the information is no longer necessary for the Commission to conduct its business. See § 366.093(4).

WHEREFORE, for the above and foregoing reasons, as more fully set forth in the

supporting materials and affidavits included with this request, Florida Power & Light Company

respectfully requests that its Request for Confidential Classification be granted.

Respectfully submitted this 7th day of May 2004.

R. Wade Litchfield, Senior Attorney Natalie F. Smith, Esq. Florida Power & Light Company 700 Universe Boulevard Juno Beach, Florida 33408 Telephone: 561-691-7101 Facsimile: 561-591-7135

Charles A. Guyton, Esq. Steel Hector & Davis LLP Suite 601, 215 S. Monroe St. Tallahassee, Florida 32301

CERTIFICATE OF SERVICE Docket No. 040206-EI

I HEREBY CERTIFY that a true and correct copy of the foregoing Request for Confidential Classification has been served by hand delivery (*) and U.S. Mail this 7th day of May, 2004, to the following:

Jennifer Brubaker, Esq.* Senior Attorney Florida Public Service Commission Gerald L. Gunter Building 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Department of Community Affairs Paul Darst Strategic Planning 2555 Shumard Oak Blvd. Tallahassee, FL 32399-2100

Jon C. Moyle, Jr., Esq. Cathy M. Sellers, Esq. Moyle Flanigan Katz Raymond & Sheehan, P.A. The Perkins House 118 North Gadsden Street Tallahassee, FL 32301 Black & Veatch Corporation (KS) Myron Rollins 11401 Lamar Avenue Overland Park, KS 66211

Department of Environmental Protection (Siting) Buck Oven Siting Coordination Office 2600 Blairstone Road, MS 48 Tallahassee, FL 32301

Holland & Knight Law Firm Bruce May P.O. Drawer 810 Tallahassee, FL 32302-0810

By: /atalie7. Smith

ATTACHMENT "A"

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CONFIDENTIAL FILED UNDER SEPARATE COVER

EXHIBIT B

REDACTED DOCUMENT

CONFIDENTIAL

Florida Power & Light Company Docket No. 040206-EI Staff's First Set of Interrogatories Interrogatory No. 23 Page 1 of 2

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Please identify each of FPL's short-term (2004-2006) firm capacity providers. Please describe the nature of these contracts, including cost of capacity payments in \$/kW, and whether FPL attempted to renegotiate extensions with these entities.

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As of April 16, 2004, FPL has the following short-term capacity agreements in place for the 2004 7 through 2006 time period:

В 1. Provider: DeSoto County Generating Company, L.L.C. - Progress Energy Ventures

- A. Tolling Agreement
- 10 B. FPL provides natural gas and distillate fuel oil
- C. Term: June 1, 2002 through May 31, 2005 11
- D. Capacity: (2) General Electric (GE) Frame 7F Combustion Turbine Generators 12
- 13 E. Capacity payment: , allocated monthly based on monthly value factors and 14 seasonal unit capability 15
 - F. Agreement included extension provision
- 14 G. Seller has exercised put option to extend agreement through May 31, 2007 (Capacity 17 allocated monthly based on monthly value factors and seasonal payment: 18 unit capability)
- ۱۹ 2. Provider: Oleander Power Project, L.P. - Constellation Energy
- 20 A.Tolling Agreement
- 21 B.FPL provides natural gas and distillate fuel oil
- 22 C.Term: June 1, 2002 through May 31, 2005
- 23 D.Capacity: (1) General Electric (GE) Frame 7F Combustion Turbine Generator
- 24 E.Capacity payment:

| 25 | |
|----|--|
| 26 | F.Agreement included extension provision |
| 27 | G. |
| 28 | |
| 29 | |

- 30 3. Provider: Reliant Energy Services, Inc.
- 31 A.Tolling Agreement
- 32 B.FPL provides natural gas, Reliant provides physical delivery of distillate fuel oil
- 33 C.Term: April 1, 2002 through February 28, 2007
- 커 D.Capacity: (3) General Electric (GE) Frame 7F Combustion Turbine Generators
- 35 E.Capacity payment: allocated monthly based on based on monthly

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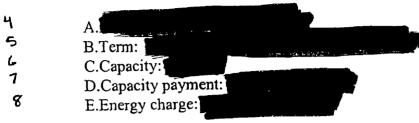
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weighting factors and unit capacity 4. Provider: Florida Power Corporation Florida Power & Light Company Docket No. 040206-EI Staff's First Set of Interrogatories Interrogatory No. 23 Page 2 of 2

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9 5. Provider: Florida Power Corporation

| 17 11 12 13 14 15 11 17 | A. B.Term: C.Capacity: D.Capacity payment: E. F.Energy charge: | |
|--|---|--|
| 18 19 20 21 22 | | |

EXHIBIT C

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JUSTIFICATION MATRIX

EXHIBIT C

COMPANY:Florida Power & Light CompanyTITLE:List of Confidential Interrogatory ResponsesDOCKET NO:Docket No. 040206-EISUBJECT:Staff's First Set of Interrogatories (Nos. 1-38)

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| INTERROGATORY NO. | DESCRIPTION | PAGES | CONF Y/N | LINE NO./ COL. NO | FLORIDA STATUTE 366.093(3) SUBSECTION | AFFIANT |
|----------------------|---|----------------|-------------|---------------------------------------|--|---------|
| 23 | FPL's short term firm capacity providers | Page 1 of 2 | Y | Lines 13, 17, 24, 25, 27-29, 35 | (d), (e) | G. Yupp |
| 23 | FPL's short term firm capacity providers | Page 2 of 2 | Y | Lines 4-8, 10-22 | (d), (e) | G. Yupp |

EXHIBIT D

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AFFIDAVIT

EXHIBIT D

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

| In re: Florida Power & Light Company's |) |
|--|---|
| Request for Confidential Classification |) |
| Of responses to Staff's First Set of |) |
| Interrogatories Nos. 1-38, related to |) |
| FPL's Petition to Determine Need for |) |
| Turkey Point Unit 5 Electrical Power Plant |) |
| | |
| STATE OF FLORIDA |) |
| |) |
| COUNTY OF PALM BEACH |) |

Docket No: 040206-E1

AFFIDAVIT OF GERARD J. YUPP

BEFORE ME, the undersigned authority, personally appeared Gerard J. Yupp, who, being first duly sworn, deposes and says:

1. My name is Gerard J. Yupp. I am currently employed by Florida Power & Light ("FPL") as Manager of Regulated Wholesale Power Trading in the Energy Marketing and Trading Division. I have personal knowledge of the matters stated in this affidavit.

2. With respect to Exhibit C, I have reviewed the response to Interrogatory No. 23 for which I am listed as Affiant and which is included in Exhibit A to FPL's Request for Confidential Classification of Information provided in response to Staff's First Set of Interrogatories Nos. 1-38. Information that I have reviewed and which is asserted by FPL to be proprietary confidential business information is comprised of competitively sensitive contractual data included in short-term firm capacity agreements with third-party suppliers, including the cost of capacity payments, the term of the agreements, and the amount of capacity, as well as information about the status of renegotiating such agreements, the disclosure of which would impair FPL's ability to contract for short-term power supply on favorable terms. The disclosure of this information would provide other market participants insight into FPL's marketing and trading practices that would allow them to anticipate FPL's marketing and trading decisions and/or impair FPL's ability to negotiate, to the detriment of FPL and its customers. To the best of my knowledge, FPL has maintained the confidentiality of these documents and materials.

3. The information for which FPL seeks confidential classification shall continue to be confidential after 18 months. Even after 18 months, this data regarding short-term firm capacity contracts will still be treated by FPL as confidential. The data will continue to be sensitive contractual data the disclosure of which would injure FPL's ability to contract for short-term power supply on favorable terms in the future, as well injuring FPL's competitive interests even after 18 months. Therefore, the Commission should rule, as permitted by Section 366.093, Florida Statutes, that the confidential information highlighted in Exhibit A continue to be classified as confidential for a period of 36 months from the original confidential classification. In addition, this information should be returned to FPL as soon as the information is no longer necessary for the Commission to

conduct its business so that FPL can maintain the confidentiality of this information.

Affiant says nothing further. 4.

Signature of Affiant Gerard J. Yupp Print Name

SWORN TO AND SUBSCRIBED before me this <u>5th</u> day of May, 2004, by <u>Gerard 5. Yeepp</u>, who is personally known to me or who has produced ______ (type of identification) as identification and who did take an oath.

Notary Public, State of Florida

My Commission Expires:

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