RECEIVED-FPSC BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

10 AUG 24 PM 2: 11

IN RE: NUCLEAR POWER PLANT COST RECOVERY CLAUSE Docket No. 100009-EI Submitted for Filing: August 27, 298

NOTICE OF FILING AFFIDAVIT OF JEFF LYASH IN SUPPORT OF PEF'S TWENTY-FIFTH REQUEST FOR <u>CONFIDENTIAL CLASSIFICATION</u>

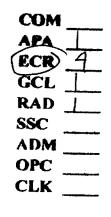
Notice is hereby given, through the undersigned counsel, on behalf of Progress Energy

Florida, Inc. ("PEF") of filing the affidavit of Jeff Lyash in support of Progress Energy Florida's

Twenty-Fifth Request for Confidential Classification.

Respectfully submitted,

R. Alexander Glenn General Counsel John Burnett Associate General Counsel Dianne M. Triplett Associate General Counsel PROGRESS ENERGY SERVICE COMPANY, LLC Post Office Box 14042 St. Petersburg, FL 33733-4042 Telephone: (727) 820-5587 Facsimile: (727) 820-5519



James Michael Walls Florida Bar No. 0706242 Blaise N. Huhta Florida Bar No. 0027942 Matthew R. Bernier Florida Bar No. 0059886 CARLTON FIELDS, P.A. Post Office Box 3239 Tampa, FL 33601-3239 Telephone: (813) 223-7000 Facsimile: (813) 229-4133

COOLMENT NUMBER-DATE

07026 AUG24 =

FPSC-COMMISSION CLERK

17327486.1

I HEREBY CERTIFY a true and correct copy of the foregoing has been furnished to counsel and parties of record as indicated below via electronic and U.S. Mail this 24th day of August, 2010.

Anna Williams Lisa Bennett Keino Young Staff Attorney Florida Public Service Commission 2540 Shumard Oak Blvd Tallahassee 32399 Phone: (850) 413-6218 Facsimile: (850) 413-6184 Email: anwillia@psc.state.fl.us <u>lbennett@psc.state.fl.us</u> kyoung@psc.state.fl.us

Vicki G. Kaufman Jon C. Moyle, Jr. Keefe Law Firm 118 North Gadsden Street Tallahassee, FL 32301 Phone: (850) 681-3828 Fax: (850) 681-8788 Email: <u>vkaufman@kagmlaw.com</u> <u>jmoyle@kagmlaw.com</u>

John W. McWhirter McWhirter Law Firm 400 North Tampa Street, Ste. 2450 Tampa, FL 33602 Phone: (813) 224-0866 Facsimile: (813) 221-1854 Email: jmcwhirter@mac-law.com Charles Rehwinkel Associate Counsel Office of Public Counsel c/o The Florida Legislature 111 West Madison Street Room 812 Tallahassee, FL 32399-1400 Phone: (850) 488-9330 Email: rehwinkel.charles@leg.state.fl.us

Bryan S. Anderson Jessica Cano Florida Power & Light 700 Universe Boulevard Juno Beach, FL 33408-0420 Phone: (561) 691-7101 Facsimile: (561) 691-7135 Email: <u>bryan.anderson@fpl.com</u> Jessica.cano@fpl.com

James W. Brew Brickfield Burchette Ritts & Stone, PC 1025 Thomas Jefferson St NW 8th FL West Tower Washington, DC 20007-5201 Phone: (202) 342-0800 Fax: (202) 342-0807 Email: jbrew@bbrslaw.com Mr. Paul Lewis, Jr. Progress Energy Florida, Inc. 106 East College Avenue, Ste. 800 Tallahassee, FL 32301-7740 Phone: (850) 222-8738 Facsimile: (850) 222-9768 Email: paul.lewisjr@pgnmail.com

Captain Shayla L. McNeill Air Force Legal Operations Agency (AFLOA) Utility Litigation Field Support Center (ULFSC) 139 Barnes Drive, Ste. 1 Tyndall AFB, FL 32403-5319 Phone: (850) 283-6663 Facsimile: (850) 283-6219 Email: shayla.mcneill@tyndall.af.mil Randy B. Miller White Springs Agricultural Chemicals, Inc. PO Box 300 White Springs, FL 32096 Email: <u>RMiller@pscphosphate.com</u>

Gary A. Davis James S. Whitlock Gary A. Davis & Associates P.O. Box 649 Hot Springs, NC 28743 Phone: (828) 622-0044 Email: <u>gsdavis@enviroattorney.com</u> jwhitlock@enviroattorney.com

3

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: NUCLEAR POWER PLANT COST RECOVERY CLAUSE

Docket No. 100009-EI Submitted for Filing: August , 2010

AFFIDAVIT OF JEFF LYASH IN SUPPORT OF PROGRESS ENERGY FLORIDA'S TWENTY-FIFTH REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF NORTH CAROLINA

COUNTY OF WAKE

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

1. My name is Jeff Lyash. 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 Twenty-Fifth Request for Confidential Classification (the "Request"). The facts attested to in my affidavit are based upon my personal knowledge.

I am currently employed by Progress Energy, Inc. ("Progress Energy") as the 2. Executive Vice President-Energy Supply. I assumed my current position on June 1, 2010. Prior to this appointment, I was employed by Progress Energy as the Executive Vice President of Corporate Development. I also held the position of President and Chief Executive Officer of PEF from 2006 until July 6, 2009. In this role, I had overall responsibility for the operations of PEF. As the Executive Vice President-Energy Supply for Progress Energy, I still have senior management oversight responsibility for the Levy nuclear power plant project, just as I did as the Executive Vice President of Corporate Development. In terms of this governance and execution DOCUME oversight role, John Elnitsky continues to report to me as the Executive Sponsor of the Levy Program Performance Review. Also, I remain a member of the Senior Management Committee 17317736.1

01 ನ

AUG

("SMC"), which has senior management responsibility for the LNP. I have briefed the SMC and participated in the SMC's decisions with respect to the LNP, and I have briefed the Progress Energy Board regarding the LNP in my current position and in my prior position as Executive Vice President of Corporate Development.

3. PEF is seeking confidential classification of portions of the Depositions of: Jeff Lyash, given in this docket on August 12, 2010; Jon Franke, given in this docket on July 29, 2010; and John Elnitsky, given in this docket on August 13, 2010 (the "Depositions"). A detailed description of the confidential information at issue is contained in confidential Attachment A to PEF's Request and is outlined in PEF's Justification Matrix that is attached to PEF's Request as Appendix C. PEF is requesting confidential classification of the Exhibits because they include confidential and proprietary contractual information, and other information related to the Company's competitive business interests, the disclosure of which would compromise PEF's competitive business interests.

4. The Company is requesting confidential classification of this information because it contains proprietary and confidential information that would impair PEF's competitive business interests if publicly disclosed, such as contractual cost information pertaining to the LNP EPC Agreement, the disclosure of which would impair the Company's ability to contract on favorable terms and, in many cases, the information constitutes trade secrets of the Company and its contract partners. The disclosure of this information would violate the EPC Agreement's contractual confidentiality provisions. If such information was disclosed to PEF's competitors and/or other potential suppliers, PEF's efforts to obtain competitive nuclear equipment and service options that provide economic value to both the Company and its customers could be compromised by the Company's competitors and/or suppliers changing their offers, consumption, or purchasing behavior within the relevant markets. PEF must be able to assure

2

these vendors that sensitive business information, such as the terms of their contracts, will be kept confidential. If other third parties were made aware of confidential contractual terms that PEF has with other parties, they may offer less competitive contractual terms in future contractual negotiations. Without the Company's measures to maintain the confidentiality of sensitive terms in contracts with these nuclear contractors, the Company's efforts to obtain competitive contracts could be undermined to the detriment of PEF and its ratepayers.

5. Upon receipt of all this confidential information, and with 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. At no time since negotiating and receiving the contracts and performing the analyses in question has the Company publicly disclosed the information or the terms of the contracts at issue. The Company has treated and continues to treat the information at issue as confidential. Indeed, the information contained in the Exhibits has been produced in response to various discovery requests throughout these proceedings, and at all times the Company has taken the appropriate steps to maintain its confidentiality.

6. This concludes my affidavit.

Further affiant sayeth not.

Dated this <u>23</u> day of August, 2010.

Executive Viee President – Energy Supply Progress Energy, Inc. 410 S Wilmington St Raleigh, NC 27602-1551

17317736.1

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this $\frac{23}{23}$ day of August, 2010 by Jeff Lyash. He is personally known to me, or has produced his

driver's license, or his ______as identification.

leam C ochin

Katina C (Signature)

(AFFIX NOTARIAL SEAL)

•

(Printed Name) NOTARY PUBLIC, STATE OF FLORIDA

(Commission Expiration Date)

