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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and purchased power cost recovery clause with generating performance incentive factor. DATED: August 30, 2013

DUKE ENERGY FLORIDA, INC.'S NOTICE OF FILING AFFIDAVITS

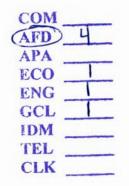
Duke Energy Florida, Inc. ("DEF") gives notice of filing the affidavits of Joseph

McCallister and Thomas G. Foster in support of Duke Energy Florida's Request for Confidential

Classification of portions DEF's 2014 Projections Testimony and Exhibits.

Respectfully submitted,

DIANNE M. TRIPLETT Associate General Counsel MATTHEW R. BERNIER Associate General Counsel DUKE ENERGY FLORIDA, INC. Post Office Box 14042 St. Petersburg, FL 33733-4042 Telephone: (727) 820-5184 Facsimile: (727) 820-5249 Email: dianne.triplett@duke-energy.com Matthew.bernier@duke-energy.com Attorneys for Duke Energy Florida, Inc.



CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing Request for

Confidential Classification has been filed by electronic mail and that a true copy thereof has been

furnished to the following by electronic mail and U.S. Mail this 35th day of August, 2013:

Matthew R. Bernier

Martha F. Barrera Senior Attorney, Office of the General Counsel Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 <u>mbarrera@psc.state.fl.us</u>

Ausley & McMullen James D. Beasley/J. Jeffry Wahlen Post Office Box 391 Tallahassee, FL 32302 jbeasley@ausley.com; jwahlen@ausley.com

Tampa Electric Company Paula K. Brown, Administrator-Regulatory Coord Post Office Box 111 Tampa, FL 33601-0111 regdept@tecoenergy.com

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Florida Power & Light Company John T. Butler, Managing Attorney 700 Universe Boulevard (LAW/JB) Juno Beach, FL 33408-0420 John.butler@fpl.com

Florida Public Utilities Company Cheryl Martin, Director Regulatory Affairs Post Office Box 3395 West Palm Beach, FL 33402-3395 <u>cmmartin@fpuc.com</u> Gulf Power Company Robert L. McGee, Jr. One Energy Place Pensacola, FL 32520-0780 rlmcgee@southernco.com

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Office of Public Counsel J.R. Kelly/P. Christensen/C. Rehwinkel J. McGlothlin/E. Sayler c/o The Florida Legislature 111 W. Madison Street, Room 812 Tallahassec, FL 32399-1400 Kelly.jr@leg.state.fl.us; Christensen.patty@leg.state.fl.us; Rehwinkel.charles@leg.state.fl.us; Mcglothlin.joseph@leg.state.fl.us; Sayler.erik@leg.state.fl.us

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and purchased power cost recovery clause with generating performance incentive factor.

Docket No. 130001-EI

Dated: August 30, 2013

AFFIDAVIT OF JOSEPH McCALLISTER IN SUPPORT OF DUKE ENERGY FLORIDA'S <u>REQUEST FOR CONFIDENTIAL CLASSIFICATION</u>

STATE OF NORTH CAROLINA

COUNTY OF MECKLENBURG

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

1. My name is Joseph McCallister. I am over the age of 18 years old and I have been authorized by Duke Energy Florida (hereinafter "DEF" or the "Company") to give this affidavit in the above-styled proceeding on DEF's behalf and in support of DEF's Request for Confidential Classification (the "Request"). The facts attested to in my affidavit are based upon my personal knowledge.

2. I am the Director of Gas, Oil and Power in the Fuels and Systems Optimization Department. This section is responsible for natural gas, fuel oil and emission allowance activity for the Duke Energy Indiana ("DEI"), Duke Energy Kentucky ("DEK"), Duke Energy Carolina ("DEC"), Duke Energy Progress ("DEP"), and DEF systems. 3. As the Director of Gas, Oil and Power, I am responsible, along with the other members of the section, for the management of the gas and oil procurement, transportation, hedging activities, and administration of gas and oil contracts with various suppliers for DEI's, DEK's, DEC's, DEP's, and DEF's electrical power generation facilities.

4. DEF is seeking confidential classification for portions of the direct testimony of Joseph McCallister, specifically information contained in Pages 3, 4, and 5 of the testimony, filed in this docket on August 30, 2013. A detailed description of the confidential information at issue is contained in confidential Exhibit A to DEF's Request and is outlined in DEF's Justification Matrix that is attached to DEF's Request as Exhibit C. DEF is requesting confidential classification of this information because it contains sensitive business information, the disclosure of which would impair the Company's efforts to contract for goods or services on favorable terms.

5. DEF negotiates with potential fuel suppliers to obtain competitive contracts for fuel options that provide economic value to DEF and its ratepayers. In order to obtain such contracts, however, DEF must be able to assure fuel suppliers that sensitive business information, such as hedging percentages, volumes and hedging savings/costs, will be kept confidential. With respect to the information at issue in this Request, DEF has kept confidential and has not publicly disclosed confidential information such as the hedging percentages, hedging savings/costs and volumes. Absent such measures, suppliers would run the risk that sensitive business information that they provided in their contracts with DEF would be made available to the public and, as a result, end up in possession of potential competitors. Faced with that risk, persons or companies who otherwise would contract with DEF might decide not to do so if DEF did not keep specific information confidential. Without DEF's measures to maintain the confidentiality of sensitive terms in contracts between DEF and fuel suppliers, the Company's efforts to obtain competitive fuel supply contracts could be undermined.

6. Additionally, the disclosure of confidential information in DEF's fuel supply contracts, could adversely impact DEF's competitive business interests. If such information was disclosed to DEF's competitors, DEF's efforts to obtain competitive fuel supply options that provide economic value to both DEF and its ratepayers could be compromised by DEF's competitors changing their consumption or purchasing behavior within the relevant markets.

7. Upon receipt of confidential information from fuel suppliers, 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, and restricting the number of, and access to the information and contracts. At no time since receiving the contracts and information in question has the Company publicly disclosed that information. The Company has treated and continues to treat the information and contracts at issue as confidential.

8. This concludes my affidavit.

Further affiant sayeth not.

Dated the 2π day of August, 2013.

(Signature) Joseph McCallister Director – Gas, Oil and Power Fuels and Systems Optimization Department Duke Energy 526 South Church Street Charlotte, NC 28202

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this 28th day of August, 2013 by Joseph McCallister. He is personally known to me, or has produced his North Carolina driver's license, or his <u>n/a</u> as identification.



ita D Kal

(Signature)

Rita G Kale (Printed Name) NOTARY PUBLIC, STATE OF <u>NC</u>

June 17, 2017 (Commission Expiration Date)

(Serial Number, If Any)

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and purchased power cost recovery clause with generating performance incentive factor

Docket No. 130001-EI

Dated: August 30, 2013

AFFIDAVIT OF THOMAS G. FOSTER IN SUPPORT OF DUKE ENERGY FLORIDA'S REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF FLORIDA

COUNTY OF PINELLAS

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

1. My name is Thomas G. Foster. I am over the age of 18 years old and I have been authorized by Duke Energy Florida (hereinafter "DEF" or the "Company") to give this affidavit in the above-styled proceeding on DEF's behalf and in support of DEF's Request for Confidential Classification (the "Request"). The facts attested to in my affidavit are based upon my personal knowledge.

2. I am the Manager of Retail Riders and Rate Cases within the Rates and Regulatory Strategy Department. This department is responsible for regulatory planning and cost recovery for DEF.

3. As the Manager of Retail Riders and Rate Cases, I am responsible, along with the other members of the section, for the production and review of the regulatory

financial reports of DEF and analysis of state, federal and local regulations and their impact on DEF.

4. DEF is seeking confidential classification for a portion of Exhibit No. _____ (TGF-3), Part 3, specifically portions of Schedule E12-A (Page 2 of 2), to the direct testimony of Thomas G. Foster filed on August 30, 2013. A detailed description of the confidential information at issue is contained in confidential Exhibit A to DEF's Request and is outlined in DEF's Justification Matrix that is attached to DEF's Request as Exhibit C. DEF is requesting confidential classification of this information because it contains competitive confidential business information of capacity suppliers DEF contracts with.

5. DEF negotiates with potential capacity suppliers to obtain competitive contracts for capacity purchase options that provide economic value and system reliability to DEF and its ratepayers. In order to obtain such contracts, however, DEF must be able to assure capacity suppliers that sensitive business information, such as the MW purchased, will be kept confidential. With respect to the information at issue in this Request, DEF has kept confidential and has not publicly disclosed confidential terms such as the MW purchased. Absent such measures, suppliers would run the risk that sensitive business information that they provided in their contracts with DEF would be made available to the public and, as a result, end up in possession of potential competitors. Faced with that risk, persons or companies who otherwise would contract with DEF might decide not to do so if DEF did not keep those terms confidential. Without DEF's measures to maintain the confidentiality of sensitive terms in contracts between DEF and capacity suppliers, the Company's efforts to obtain competitive capacity contracts could be undermined.

6. Additionally, the disclosure of confidential information in DEF's capacity purchases could adversely impact DEF's competitive business interests. If such information was disclosed to DEF's competitors, DEF's efforts to obtain competitive capacity purchase options that provide economic value to both DEF and its ratepayers could be compromised by DEF's competitors changing their consumption or purchasing behavior within the relevant markets.

7. Upon receipt of confidential information from capacity suppliers, 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, and restricting the number of, and access to the information and contracts. At no time since receiving the contracts and information in question has the Company publicly disclosed that information or contracts. The Company has treated and continues to treat the information and contracts at issue as confidential.

8. This concludes my affidavit.

Further affiant sayeth not.

Dated the 29^{+1} day of August, 2013.

(Signature) Thomas G. Foster Manager - Retail Riders and Rate Cases **Rates and Regulatory Strategy** Duke Energy Florida Post Office Box 14042 St. Petersburg, FL 33733

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this 29^{-1} day of August, 2013 by Thomas G. Foster. He is personally known to me, or has produced his ______ driver's license, or his ______ as identification.

Auranue	N.	Mille
(Signature) SUZANNE	H.	Hiller

(Printed Name) NOTARY PUBLIC, STATE OF FLORIDA 3/27/17 (Commission Expiration Date) <u>EE 854444</u> (Serial Number, If Any)

AFFIX NOTARIAL SEAL) SUZANNE H. MILLER MY COMMISSION # EE 654446 EXPIRES: March 27, 2017 ded Thru Notary Public U