BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION 10 SEP 20 PK 2: 14

IN RE: NUCLEAR POWER PLANT COST

RECOVERY CLAUSE

Docket No. 100009-EI

COHMISSION

Submitted for Filing: September 2002010K

NOTICE OF FILING AFFIDAVITS IN SUPPORT OF PEF'S TWENTY-SEVENTH REQUEST FOR **CONFIDENTIAL CLASSIFICATION**

Notice is hereby given, through the undersigned counsel, on behalf of Progress Energy Florida, Inc. ("PEF") of filing the affidavits of Jon Franke and Sue Hardison in support of Progress Energy Florida's Twenty-Seventh Request for Confidential Classification.

Respectfully submitted,

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Facsimile:

CERTIFICATE OF SERVICE

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 20th day of September, 2010.

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re:

Nuclear Power Plant Cost

Recovery Clause

Docket No. 100009-EI

Submitting for filing: September 10, 2010

AFFIDAVIT OF SUE HARDISON IN SUPPORT OF PROGRESS ENERGY FLORIDA'S TWENTY-SEVENTH REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF NORTH CAROLINA

COUNTY OF WAKE

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

- 1. My name is Sue Hardison. I am over the age of 18 years 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-Seventh Request for Confidential Classification (the "Request"). The facts attested to in my affidavit are based upon my personal knowledge.
- 2. As General Manager Corporate Development Group Business Services, I am responsible for financial services for the major projects managed by the Corporate Development and Improvement Group, including budgeting, capital planning and cost management. I am also responsible for project controls and contract administration for the major projects managed by the Corporate Development and Improvement Group.
- 3. PEF is seeking confidential classification of portions of OPC'S Post-Hearing
 Statement of Positions Post-Hearing Brief filed with the Florida Public Service Commission in
 this docket (the "Brief"). A detailed description of the confidential information at issue is

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contained in confidential Attachment A to PEF's Request and is outlined in PEF's Justification

Matrix that is attached to the Request as Attachment C. PEF is requesting confidential

classification of portions of the Brief because it contains confidential contractual information and

costs, the disclosure of which would impair PEF's competitive business interests and violate

PEF's confidentiality agreements with third parties, and other competitively sensitive

information the disclosure of which would impair the Company's competitive business interests.

- 4. The Company is requesting confidential classification of this information because portions thereof contain and include proprietary and confidential numbers and capital costs that would impair PEF's competitive business interests if publicly disclosed. In many instances, the disclosure of this information would violate contractual confidentiality provisions. Specifically, portions of the Brief contain details regarding PEF's budgeted and estimated costs for the LNP under its Engineering, Procurement & Construction ("EPC") agreement.
- 5. If this information was disclosed to the public, it could adversely impact PEF's competitive interests. 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.
- 6. PEF must be able to assure these vendors that sensitive business information, such as the terms of their contracts, will be kept confidential. Indeed, as discussed above, the contract at issue contains confidentiality provisions that prohibit the disclosure of the terms of the contract to third parties. Specifically, the information at issue relates to competitively negotiated contractual data and costs the disclosure of which would impair the efforts of the Company to

negotiate these contracts on favorable terms. If other third parties were made aware of confidential contractual terms that PEF has with other parties, such as pricing arrangements, 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.

- 7. 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 at issue has previously been produced by the Company in response to various discovery requests during the proceedings in this docket, and at all times the Company has taken the appropriate steps to maintain the confidentiality of this information.
 - 8. This concludes my affidavit.

Further affiant sayeth not.

Dated this 15 day of September, 2010.

(Signature)
Sue Hardison

General Manager – Corporate Development Group Business Services

THE FOREGOING INSTRU			:
of September, 2010 by Sue Hardison.	She is personally known to	me) or has produce	d her
M driver's lice	ense, or her <u>////</u>	as identi	fication.
	Donor VI	Busse-	
	(Signature) Dawn M	BUSA	
(AFFIX NOTARIAL SEAL)	(Printed Name) NOTARY PUBLIC,	STATE OF <i>Not</i>	4 Carolin
DAWN M. BISSON	(Commission Expiration Date)	<i>1</i> 1	
Notary Public, North Carolina Wake County My Commission Expires May 03, 2011	(Serial Number, If Any)		

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Nuclear Power Plant Cost

Recovery Clause

Docket No. 100009-EI

Submitted for Filing: Sept. ___, 2010

AFFIDAVIT OF JON FRANKE IN SUPPORT OF PROGRESS ENERGY FLORIDA'S <u>TWENTY-SEVENTH REQUEST FOR CONFIDENTIAL CLASSIFICATION</u>

STATE OF FLORIDA

COUNTY OF CITRUS

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

- 1. My name is Jon Franke. 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 "Request"). The facts attested to in my affidavit are based upon my personal knowledge.
- 2. I serve as the Vice President Crystal River Nuclear Plant. As such, I am responsible for the safe operation of the nuclear generating station. Additionally, I have indirect responsibilities in oversight of major project activities at the station including the Crystal River 3 ("CR3") nuclear plant power uprate project ("CR3 Uprate"). Through my management team I have about 490 employees that perform the daily work required to operate the station and provide engineering training and support to the station.
- 3. PEF is seeking confidential classification of portions of OPC'S Post-Hearing
 Statement of Positions Post-Hearing Brief filed with the Florida Public Service Commission
 ("FPSC" or "Commission") in this docket (the "Brief"). 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 the Request as Attachment C. PEF is requesting confidential classification of portions of the Brief because it contains confidential contractual information and costs, the disclosure of which would impair PEF's competitive business interests and violate PEF's confidentiality agreements with third parties, and other competitively sensitive information the disclosure of which would impair the Company's competitive business interests.

4. The Company is requesting confidential classification of this information because it contains proprietary confidential business information related to the costs of the CR3 Uprate Project, including the License Amendment Request ("LAR"). These costs are incurred, in whole or in part, pursuant to PEF's contracts with third parties. These contracts contain confidentiality provisions forbidding the release of contractual terms, including pricing provisions. The disclosure of this information would harm PEF's competitive business interests by impeding the Company's ability to obtain such contracts, and would further violate the aforementioned confidentiality agreements. PEF negotiates each of its contracts to obtain the most competitive terms available to benefit PEF and its ratepayers. In order to successfully obtain such contracts, however, PEF must be able to assure the other parties to the contracts that the sensitive business information contained therein, such as quantity and pricing terms, will remain confidential. PEF considers this information confidential and proprietary and continues to take steps to protect against its public disclosure, including limiting the personnel who have access to this information. 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. 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 this confidential information, as with all confidential information, strict procedures are established and followed to maintain the confidentiality of the terms of the documents and information provided therein. Such procedures include, but are not limited to, restricting access to the documents and information to only those persons who require it to assist the Company. At no time since developing or entering the contracts in question has PEF publicly disclosed the contracts' confidential terms; PEF has treated and continues to treat the information contained in the subject report as confidential. Indeed, the information contained in the Brief 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.
 - This concludes my affidavit.
 Further affiant sayeth not.

Dated this 44 day of September, 2010

(Signature)

Jon Franke Vice President -

Crystal River Nuclear Plant 15760 W. Powerline St.

Crystal River, Florida 34428

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THE FOREGOING INSTRUMENT of September, 2010 by Jon Franke. He is p driver's license, o	T was sworn to and subscribed before me this 14th day personally known to me, or has produced his as identification.
	Jara Barten (Signature)
(AFFIX NOTARIAL SEAL)	(Printed Name) NOTARY PUBLIC, STATE OF Florida (Commission Expiration Date)
TARA BARTEN Netary Public - State of Florida My Comm. Expires Jan 29, 2013 Commission # DD 856189	(Serial Number, If Any)