

Matthew R. Bernier Sr. Counsel Duke Energy Florida, Inc.

May 21, 2014

Ms. Carlotta Stauffer, Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Re: Commission Review of Numeric Conservation Goals (Duke Energy Florida, Inc.);

Docket No. 130200-EI

Dear Ms. Stauffer:

Please find enclosed for filing on behalf of Duke Energy Florida, Inc. ("DEF'), an original and (7) copies of DEF's Request for Confidential Classification filed in connection with DEF's Response to Southern Alliance for Clean Energy 's (SACE) Second Request for the Production of Documents (Nos. 12-24), specifically Request 2-23. The original includes Attachments A, B, C and D.

Thank you for your assistance in this matter. Please feel free to call me at (850) 521-1428 should you have any questions concerning this filing.

Respectfully,

Matthew R. Bornie

Sr. Counsel

MRB/at Enclosures

COM

APA . ECO

· IDM

CLK

cc: Certificate of Service

COMMISSIO CLERK 14 MAY 22 AM IO: 08

RECEIVED-FPSC

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Commission review of numeric

DOCKET NO. 130200-EI

Conservation goals (Duke Energy Florida, Inc.)

Filed: May 22, 2014

DUKE ENERGY FLORIDA'S REQUEST FOR CONFIDENTIAL CLASSIFICATION

Duke Energy Florida ("DEF" or the "Company"), pursuant to Section 366.093,

Fla. Stats., and Rule 25-22.006, Florida Administrative Code, submits this Request for Confidential Classification for certain information contained in DEF's Response to

Southern Alliance for Clean Energy's ("SACE") Second Request for Production of

Documents (Nos. 12-24). Specifically, the documents responsive to SACE Request 2-23 includes confidential and proprietary contractual costs provided to DEF and confidential

production costs developed by DEF. In support of this Request, DEF states:

1. The following exhibits are included with this request:

(a) Sealed Composite Exhibit A is a package containing an unredacted

copy of the spreadsheets used to calculate rates responsive to SACE's Second Request

for Production of Documents (Nos. 12-24) for which DEF seeks confidential treatment.

Composite Exhibit A is being submitted separately in a sealed envelope labeled

"CONFIDENTIAL." In the unredacted version, the information asserted to be

confidential is highlighted in yellow.

(b) Composite Exhibit B is a package containing two copies of

redacted versions of the documents for which the Company requests confidential

classification. The specific information for which confidential treatment is requested has

been blocked out by opaque marker or other means.

- (c) Exhibit C is a table which identifies by page and line the information for which DEF seeks confidential classification and the specific statutory bases for seeking confidential treatment.
- (d) Exhibit D is an affidavit attesting to the confidential nature of information identified in this request.
- 3. As indicated in Exhibit C, the information for which DEF requests confidential classification is "proprietary confidential business information" within the meaning of Section 366.093(3), F.S. Specifically, a document responsive to SACE Request 2-23 contains proprietary and confidential contractual costs provided to DEF. Disclosure of this sensitive business information to the public would adversely impact DEF's competitive business interests by negatively impacting DEF's ability to contract with third-party consultants. See § 366.093(3)(d), F.S.; Affidavit of Timothy J. Duff at ¶ 5. If DEF cannot guarantee third-party consultants, such as Comverge, that its proprietary and confidential information will not be subject to public disclosure, DEF will not be able to contract with, and utilize the expertise of, such third-party consultants, to the detriment of DEF and its customers. See § 366.093(3)(e), F.S.; Affidavit of Timothy J. Duff at ¶ 5. Accordingly, such information constitutes "proprietary confidential business information" which is exempt from disclosure under the Public Records Act pursuant to Section 366.093(1), F.S.
- 4. Portions of another document responsive to SACE Request 2-23 contains confidential production costs developed by DEF and relate to DEF's business plans and operational analyses. Disclosure of such sensitive business information to the public would adversely impact DEF's competitive business interest. See § 366.093(3)(e), F.S.;

Affidavit of Timothy J. Duff at ¶ 6. Specifically, if DEF's competitors, suppliers, and providers are made aware of these business plans and analyses, they may adjust their behavior in the market place with respect to activity such as pricing and the acquisition and provisions of goods, materials, and services. Id. For example, DEF's suppliers or providers may decrease supply of such goods and services, and/or increase the cost and prices of such goods and services. Id. Additionally, DEF's competitors may adjust their consumption behavior in the market, thereby potentially making goods and services less available and more expensive to DEF. Id.

- 5. The information identified as Exhibit "A" is intended to be and is treated as confidential by the Company. See Affidavit of Timothy J. Duff at ¶ 6. This information has not been publicly shared since being received, and DEF follows strict procedures to ensure that access to the information is restricted to those employees who need the information to assist the Company. See id.
- 6. DEF requests that the information identified in Exhibit A be classified as "proprietary confidential business information" within the meaning of section 366.093(3), F.S., that the information remain confidential for a period of at least 18 months as provided in section 366.093(4) F.S., and that the information be returned as soon as it is no longer necessary for the Commission to conduct its business.

WHEREFORE, for the foregoing reasons, DEF respectfully requests that this Request for Confidential Classification be granted.

Respectfully submitted this 22nd day of May, 2014.

Dianne M. Triplett

Associate General Counsel Matthew Bernier Sr. Counsel Duke Energy Florida, Inc. 299 1st Avenue North St. Petersburg, FL 33701 Telephone: 850-521-1428

Email: <u>Dianne.Triplett@duke-energy.com</u> <u>Matthew.bernier@duke-energy.com</u>

Attorneys for Duke Energy Florida, Inc.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing was served on the following via electronic mail this 22nd day of May, 2014.

Lee Eng Tan

Office of General Counsel

Florida Public Service Commission

2540 Shumard Oak Blvd.

Tallahassee, FL 32399-0850

ltan@psc.state.fl.us

cmurphy@psc.state.fl.us

shopkins@psc.state.fl.us

Steven L. Hall, Senior Attorney Office of General Counsel

407 South Calhoun Street, Suite 520

Tallahassee, FL 32399

steven.hall@FreshFromFlorida.com

John Butler/Jessica Cano

700 Universe Blvd

Juno Beach, FL 33408

john.butler@FPL.com

jessica.cano@FPL.com

Kevin Donaldson

4200 West Flagler Street

Miami, FL 33134

kevin.donaldson@fpl.com

Paula K. Brown

P.O. Box 111

Tampa, FL 33602

pkbrown@tecoenergy.com

Jeffrey A. Stone/ Russell A. Badders

Steven R. Griffin

Beggs & Lane

Gulf Power

P.O. Box 12950

Pensacola, FL 32591

srg@beggslane.com

Robert Scheffel Wright/John T. LaVia

Gardner, Bist, Wiener, Wadsworth, Bodwden, Bush,

Dee, LaVia & Wright, P.A.

1300 Thomaswood Drive

Tallahassee, FL 32308

schef@gbwlegal.com

jlavia@gbwlegal.com

J. Beasley/J. Wahlen/A. Daniels

Ausley McMullen

Post Office Box 391

Tallahassee, FL 32302

jbeasley@ausley.com

jwahlen@ausley.com

adaniels@ausley.com

Diana Csank

Sierra Club

50 F St. NW, 8th Floor

Washington, DC 20001

diana.csank@sierraclub.org

Jon C. Moyle, Jr. / Karen Putnal

Moyle Law Firm, P.A.

118 N. Gadsden Street

Tallahassee, FL 32301

jmoyle@moylelaw.com

kputnal@moylelaw.com

Robert L. McGee, Jr.

Gulf Power Company

One Energy Place Pensacola, FL 32520

rlmcgee@southernco.com

George Cavros

Southern Alliance for Clean Energy

120 E. Oakland Park Blvd., Suite 105

Ft. Lauderdale, FL 33334

george@cavros-law.com

Alisa Coe/David G. Guest

Earthiustice

111 S. Martin Luther King Jr. Blvd.

Tallahassee, FL 32301

acoe@earthjustice.org

dguest@earthjustice.org

bbeard@earthjustice.org

James W. Brew / F. Alvin Taylor

Brickfield burchette Ritts & Stone

1025 Thomas Jefferson St., NW, Eighth

Washington, DC 20007

jbrew@bbrslaw.com

ataylor@bbrslaw.com

REDACTED

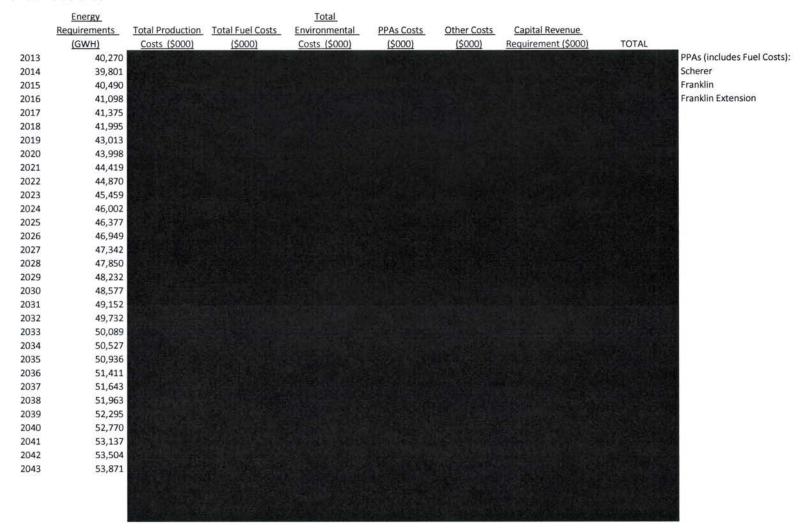
Exhibit B REDACTED

RECEIVED-FPSC

REDACTED

DEF-DSM-03993

LMS MAINTENANCE COSTS



REDACTED

DEF-DSM-03993

LMS MAINTENANCE COSTS

tem	Description	2014	2015
1	Four (4) IT FTEs @ \$75/hour		
	Annual Software Maintenance Fees		
2	(Comverge)		
3	Annual Software Support Services (Comverge)		
	Hosting Fees for 5 Environments (DEV, TEST,		
4	UAT, PROD, and DR)		

5



Exhibit C

DUKE ENERGY FLORIDA Confidentiality Justification Matrix

DOCUMENT/RESPONSES	PAGE/LINE	JUSTIFICATION
DEF's Response to SACE's Second Request for Production of Documents (Nos. 12-24): SACE 2-23	DEF-DSM-03993 (contractual costs prepared for DEF by a third-party consultant) and DEF-DSM-03998 (production costs prepared by DEF).	§366.093(3)(d), F.S. The document in question contains confidential information, the disclosure of which would impair DEF's efforts to contract for goods or services on favorable terms. §366.093(3)(e), F.S. The document in question contains confidential information relating to competitive business interests, the disclosure of which would impair the competitive business of the provider/owner of the information.

COMMISSION

Exhibit D

AFFIDAVIT OF TIMOTHY J. DUFF

RECEIVED FPSC 14 MAY 22 AM 10: 08

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Commission review of numeric DOCKET NO. 130200-E1 Conservation goals (Duke Energy Florida, Inc.) Filed: May __, 2014

AFFIDAVIT OF TIMOTHY J. DUFF 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 Timothy J. Duff, who being first duly sworn, on oath deposes and says that:

- 1. My name is Timothy J. Duff. I am over the age of 18 years old and I have been authorized by Duke Energy Florida, Inc. (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 facts attested to in my affidavit are based upon my personal knowledge.
- I am the General Manager of Customer Regulatory Strategy & Analytics within the Customer Planning & Analytics Department. This department is responsible for regulatory planning, support and compliance of the Company's Demand-Side Management (DSM) programs.

- As the General Manager of Customer Regulatory Strategy & Analytics, I
 am responsible, along with the other members of the section, for the support for
 development, implementation, training, and budgeting related to the Demand-Side
 Management Programs.
- 4. DEF is seeking confidential classification for portions of its Response to Southern Alliance for Clean Energy (SACE)'s Second Request for the Production of Documents (Nos. 12-24). A detailed description of the confidential information at issue is contained and outlined in DEF's Justification Matrix that is attached to DEF's Request for Confidential Classification as Exhibit C.
- 5. In regards to the document bearing bates number DEF-DSM-03977, DEF is requesting confidential classification of the contractual costs prepared for DEF by its third-party consultant, Comverge, because it contains Comverge's proprietary and confidential information, the disclosure of which would impair the Company's efforts to contract for goods or services on favorable terms and the disclosure would adversely impact DEF's competitive business interests. For example, if third-parties and DEF's suppliers or providers were not comfortable that their proprietary and confidential information would not become part of the public domain, those third-parties would not contract with DEF and DEF would lose its ability to utilize their expertise. Such a scenario would harm the Company's competitive interests as well as DEF's customers' interests.
- 6. In regards to the document bearing bates number DEF-DSM-03998, DEF is requesting confidential classification of the production costs prepared by DEF, because disclosure of this sensitive business information to the public would adversely impact

DEF's competitive business interests. Specifically, if DEF's competitors, suppliers, and providers are made aware of these business plans and analyses, they may adjust their behavior in the market place with respect to activity such as pricing and the acquisition and provisions of goods, materials, and services. For example, DEF's suppliers or providers may decrease supply of such goods and services, and/or increase the cost and prices of such goods and services. Additionally, DEF's competitors may adjust their consumption behavior in the market, thereby potentially making goods and services less available and more expensive to DEF.

- 7. Strict procedures are established and followed to maintain the confidentiality of the terms of the confidential documents and information at issue, including restricting access to those persons who need the information and documents to assist the Company. At no time has the Company publicly disclosed the confidential information or documents at issue. The Company has treated and continues to treat the information and documents at issue as confidential.
 - This concludes my affidavit.

Further affiant sayeth not.

Timothy J. Duff

General Manager Customer Regulatory

Strategy & Analytics

Duke Energy

400 S. Tryon Street

Charlotte, NC 28202

THE FOREGOING INSTRUM 2/ day of May, 2014 by Timothy J. I produced his <u>North Corolina</u>	MENT was sworn to and subscribed before me this Duff. He is personally known to me, or has driver's license, or his
as identification.	direct's needse, of his

AFFIX NOTARIAL SEAL)

REPUBLIC

PUBLIC

(Signature)

Normal M. Adams

(Printed Name)

NOTARY PUBLIC. STATE OF NORTH CAROLINA

Oct. 2. 2016

(Commission Expiration Date)