BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Nuclear Cost

Nuclear Cost Recovery Clause

Docket No. 150009-EI

Submitted for Filing: June 23, 2015

DUKE ENERGY FLORIDA, INC.'S NOTICE OF FILING

Duke Energy Florida, Inc. ("DEF" or the "Company"), hereby gives notice of filing the verified Affidavit of Christopher M. Fallon (Doc. No. 03769-15) in Support of Duke Energy Florida, Inc.'s Fifth Request for Confidential Classification (Doc. No. 03767-15).

Respectfully submitted,

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished to counsel and parties of record as indicated below via electronic mail this 23rd day of June, 2015.

/s/ Blaise N. Gamba

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re:	Nuclear Cost Recovery	Docket No. 150009-EI
	Clause	Submitted for Filing: June, 2015

AFFIDAVIT OF CHRISTOPHER M. FALLON IN SUPPORT OF DUKE ENERGY FLORIDA, INC.'S FIFTH REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF NORTH CAROLINA COUNTY OF MECKLENBURG

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

- 1. My name is Christopher M. Fallon. I am employed by Duke Energy Corporation ("Duke Energy") in the capacity of Vice President of Nuclear Development. I am over the age of 18 years old and I have been authorized to give this affidavit in the above-styled proceeding on Duke Energy Florida's ("DEF" or the "Company") behalf and in support of DEF's Fifth Request for Confidential Classification regarding portions of the final audit report of the Florida Public Service Commission Staff ("Staff") Auditors -- the Review of Duke Energy Florida, Inc.'s Project Management Internal Controls for Nuclear Plant Uprate and Construction Project Audit Report No. PA-15-01-001 (the "Request"). The facts attested to in my affidavit are based upon my personal knowledge.
- 2. As Vice President of Nuclear Development, I am responsible for the Levy Nuclear Project ("LNP" or "Levy").
- 3. The Company is requesting confidential classification of portions of the information contained in the Levy related sections of the Audit Report because it contains proprietary and confidential business information.

- 4. Specifically, the sections of the Audit Report covering the LNP contain confidential contractual data, including original cost amounts under DEF's Engineering, Procurement and Construction ("EPC") Agreement, long lead equipment disposition and settlement terms, and other confidential and competitively sensitive contractual information.
- 5. The Audit Report also contains information which reflects the Company's internal strategies and decisions points for evaluating long lead equipment disposition options. The public disclosure of such information would impair DEF's competitive business interests, and would further be a violation of the confidentiality provisions in the EPC Agreement.
- 6. If such information was disclosed to DEF's competitors or to other potential suppliers and vendors, DEF's efforts to disposition items currently or to obtain competitive nuclear equipment and service options that provide economic value to both the Company and its customers in the future could be compromised by these third parties changing their offers or negotiating strategies.
- 7. Without DEF's measures to maintain the confidentiality of sensitive terms in contracts between DEF and these nuclear contractors, the Company's efforts to obtain competitive contracts for the LNP would be undermined. Absent such measures, DEF would run the risk that sensitive business information regarding what the Company is willing to pay for (or sell) necessary equipment, goods, supplies and real property would be made available to the public and, as a result, other potential sellers or buyers of similar materials and services could change their position in their negotiations to the detriment of DEF.
- 8. 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 has the Company publicly

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disclosed the information at issue. The Company has treated and continues to treat the information at issue as confidential.

9. This concludes my affidavit.

Further affiant sayeth not.

	JMENT was sworn to and subscribed before me this day llon. He is personally known to me, or has produced his ense, or his as identification.
THE THE PROPERTY OF THE PROPER	Signature) EVia J. Woolard
(AFIZ NOTARIAL SEAT)	(Printed Name) NOTARY PUBLIC, STATE OF North Carolina (Commission Expiration Date)
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(Serial Number, If Any)