### FILED JUL 15, 2015 DOCUMENT NO. 04426-15 FPSC - COMMISSION CLERK

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July 15, 2015

VIA HAND DELIVERY Ms. Carlotta S. Stauffer Division of the Commission Clerk and Administrative Services Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

#### Re: Docket No. 150075-EI

### REDACTED

Dear Ms. Stauffer:

I enclose for filing in the above docket an original and seven (7) copies of Florida Power & Light Company's ("FPL's") Request for Confidential Classification of Certain Responses to Staff of the Florida Public Service Commission's First Request for Production of Documents (No. 1). The original includes Exhibits A, B (two copies), Exhibit C and Exhibit D. The seven copies do not include copies of the Exhibits.

Exhibit A consists of the confidential documents, and all the information that FPL asserts is entitled to confidential treatment has been highlighted. Exhibit B is an edited version of Exhibit A, in which the information FPL asserts is confidential has been redacted. Exhibit C is a justification table in support of FPL's Request for Confidential Classification. Exhibit D contains one affidavit in support of FPL's Request for Confidential Classification.

Sincerely,

Please contact me if you or your Staff has any questions regarding this filing.

COM Kevin I.O. Donaldson	
AFD <u><i>L</i></u> Enclosure	
APA Counsel for Parties of Record (w/ copy of FPL's Request for Confident	tial Classification)
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### **BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION**

In re: Petition for approval of arrangement to mitigate impact of unfavorable Cedar Bay power purchase obligation, by Florida Power & Light Company. Docket No: 150075-EI

Date: July 15, 2015

#### FLORIDA POWER & LIGHT COMPANY'S SUPPLEMENTAL REQUEST FOR CONFIDENTIAL CLASSIFICATION OF RESPONSE TO STAFF OF THE FLORIDA PUBLIC SERVICE COMMISSION'S FIRST REQUEST FOR PRODUCTION OF DOCUMENTS

Pursuant to Section 366.093, Florida Statutes, and Rule 25-22.006, Florida Administrative Code, Florida Power & Light Company ("FPL") requests confidential classification of its response to Staff of the Florida Public Service Commission's ("Staff") First Request for Production of Documents (No. 1). In support of its request, FPL states:

1. On April 27, 2015, FPL served its response to Staff's First Request for Production

of Documents. FPL's responses to Staff's First Request for Production of Documents (No. 1) was provided inadvertently as non-confidential and contain information of a confidential nature that comprises proprietary confidential business information within the meaning of Section 366.093(3), Florida Statutes (hereinafter referred to as the "Confidential Discovery Responses").

2. FPL files this request to Staff's Frist Request for Production of Documents (No.

1), in order to request confidential classification of the Confidential Discovery Responses consistent with Rule 25-22.006, Florida Administrative Code.

3. The following exhibits are included with and made a part of the original request and this request:

a. Exhibit A consists of the Confidential Discovery Responses produced in response to Staff's Frist Request for Production of Documents (No. 1).

b. Exhibit B consists of a copy of the confidential documents, on which all the information that is entitled to confidential treatment under Florida law has been redacted.

c. Exhibit C is a table containing an identification of the information highlighted in Exhibit A, together with a brief description of the documents designated confidential. Exhibit C also sets forth references to the specific statutory bases for the claim of confidentiality and to the affiant who supports the requested classification.

d. Exhibit D consists of the affidavit of David Herr.

4. FPL submits that the highlighted information in Exhibit A is proprietary confidential business information within the meaning of Section 366.093(3), Florida Statutes. This information is intended to be and is treated by FPL as private, and its confidentiality has been maintained. Pursuant to Section 366.093, such information is entitled to confidential treatment and is exempt from the disclosure provisions of the public records law. Thus, once the Commission determined that the information in question is proprietary confidential business information, the Commission is not required to engage in any further analysis or review such as weighing the hard of disclosure against the public interest in access to the information.

5. As the affidavit of David Herr included as Exhibit D indicates, the Confidential Discovery Responses provided by FPL constitute proprietary business information related to competitively sensitive confidential business information, in that it contains information related to the third party's competitively interests. The disclosure of this information to third parties would adversely impact FPL by placing it at a competitive disadvantage and the valuation of the tangible and intangible assets of CBAS Power were performed by Duff and Phelps which would impair its competitive business and, which FPL and Duff and Phelps are contractually obligated

to treat confidentially. This information is protected by Sections 366.093(3)(d) and (e), Fla. Stat.

6. Upon a finding by the Commission that the Confidential Information remains proprietary and confidential business information, the information should not be declassified for at least an additional eighteen (18) month period and should be returned to FPL as soon as it is no longer necessary for the Commission to conduct its business. *See* § 366.093(4), Fla. Stat.

WHEREFORE, for the above and foregoing reasons, as more fully set forth in the supporting materials and affidavit included herewith, Florida Power & Light Company respectfully requests that its Request for Confidential Classification be granted.

Respectfully submitted,

John T. Butler Assistant General Counsel - Regulatory Kevin I.C. Donaldson Senior Attorney Maria J. Moncada Principal Attorney Florida Power & Light Company 700 Universe Boulevard Juno Beach, FL 33408 Telephone: (561) 304-5170 Facsimile: (561) 691-7135 Email: kevin.donaldson@fpl.com

By:

Kevin I.C. Bonaldson Florida Bar No. 0833401

#### CERTIFICATE OF SERVICE Docket No. 150075-EI

**I HEREBY CERTIFY** that a true and correct copy of the foregoing Request for Confidential Classification\* has been furnished by electronic mail on this 15<sup>th</sup>, day of July, 2015 to the following:

Martha F. Barrera, Esq. Division of Legal Services Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, Florida 32399-0850 mbarrera@psc.state.fl.us jvillafra@psc.state.fl.us Office of the General Counsel

J.R. Kelly, Public Counsel John J. Truitt, Associate Public Counsel Office of Public Counsel The Florida Legislature 111 West Madison Street, Room 812 Tallahassee, Florida 32399 kelly.jr@leg.state.fl.us truitt.john@leg.state.fl.us *Attorney for the Citizens of the State of Fla.* 

Jon C. Moyle, Jr., Esq. Karen A. Putnal, Esq. Moyle Law Firm, P.A. 118 North Gadsden Street Tallahassee, Florida 32301 jmoyle@moylelaw.com kputnal@moylelaw.com *Attorney for Fla. Industrial Power Users Group* 

By: Kevin I.C. Donaldson Florida Bar No. 0833401

\*The exhibits to this Request are not included with the service copies, but copies of Exhibits B, C and D are available upon request.

### **EXHIBIT A**

# CONFIDENTIAL FILED UNDER SEPARATE COVER

### **EXHIBIT B**

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### **REDACTED COPIES**

	A	В	С	D	E	F	G	н	1	1 1	K
1	DOCKET NO. 150075 EI (Staff POD 1.a)						0				K
2											
3	IHS Energy Rivalry Scenario, H2 2014										
4	06 February 2015										
5											
6	Annual fuel prices (nominal) <sup>1</sup>	1-2-01-	10000	1000	1000	No. of Concession, Name		and the second second	No. of Concession, Name	COLUMN DOLLARS	-
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8	Appual anaticas hu US has in (anatica) Aller)										
0	Annual spot coal prices by US basin (nominal \$/ton)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
9	Central Appalachia CSX°										ET Start
10	Central Appalachia CSX <sup>3</sup>										
11	Notes:										
12											
13											
14											
15	Sources: IHS Energy; Energy Information Administration, Intelligence Press and SNL Energy Coal Report for historical data										
10	IHS Energy Rivally Scenario—Outlook to 2040.										
1/	February 2015 update.										
10	Sources: IHS Energy; Energy Information Administration, Intelligence Press and SNL Energy Coal Report for historical data. IHS Energy Rivalry Scenario—Outlook to 2040. February 2015 update.	10/01/01/01	124250127								
19	Cret Davis Coul Disc (could be a super-	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
20	Spot Basin Coal Price (nominal \$/ton) - per IHS Transportation Cost (nominal \$/ton) - based on SNL, escalated at 2%										
22	Paliword Eval Cost (nominal \$/ton) - based on SNL, escalated at 2%										
22	Deliverd Fuel Cost (nominal \$/ton)										

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1 DOCKET NO. 150075 EI (Staff		V I	5	1 1				
2 Source : SNL								
	22							
3 Cedar Bay Generating	g							
4 Fuels								
5								
5 6 Periods	Last Seven Years (Annual)							
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13 Transportation Cost (\$/ton)								1
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### **EXHIBIT C**

## **JUSTIFICATION TABLE**

#### EXHIBIT C

COMPANY:Florida Power & Light CompanyDOCKET<br/>TITLE:In re: Petition for approval of arrangement to mitigate impact of unfavorable Cedar Bay<br/>power purchase obligation, by Florida Power & Light Company.DOCKET<br/>NO:150075-EISUBJECT:FPL's Confidential Responses to Staff's Request for Production (No. 1)DATE:July 15, 2015

Description	Bates No.	Conf Y/N	Line No./Column No.	Florida Statute 366.093 (3) Subsection	Affiant	
Staff's 1 <sup>st</sup> Request for Production POD No. 1a	Bates Nos. CB-15-00001	Y	Col. A, Lns, 12-14 Cols. B-K, Lns. 9, 20-22	(d), (e)	D. Herr	
Staff's 1 <sup>st</sup> Request for Production POD No. 1b	Bates Nos. CB-15-00002	Y	Cols. B-H, Lns. 11-13 Col. I, Lns, 13	(d), (e)	D. Herr	

### **EXHIBIT D**

### AFFIDAVIT

#### EXHIBIT D

#### **BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION**

In RE: Petition for approval of arrangement to mitigate impact of unfavorable Cedar Bay power purchase obligation, by Florida Power & Light Company.

COMMONWEALTH OF PENNSYLVANIA

COUNTY OF PHILADELPHIA

#### **AFFIDAVIT OF DAVID HERR**

Docket No: 150075-EI

**BEFORE ME**, the undersigned authority, personally appeared David Herr who, being first duly sworn, deposes and says:

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1. My name is David Herr. I am currently employed by Duff & Phelps LLC as Managing Director, the Philadelphia City Leader, and the Energy and Mining Industry leader. I have personal knowledge of the matters stated in this affidavit.

2. I have reviewed and have personal knowledge about the documents included in Exhibit A to FPL's Request for Confidential Classification for which I am identified as the affiant. The information designated as confidential consists of or relates to the valuation of the tangible and intangible assets of CBAS Power, Inc. which was performed by Duff & Phelps, Inc. The details of this highly detailed valuation report identify with specificity the proprietary methodology that Duff & Phelps employs in performing such valuations. Accordingly, public disclosure would impair the competitive businesses of Duff & Phelps and therefore should be treated confidentially. To the best of my knowledge, FPL and Duff & Phelps have maintained the confidentiality of these documents and materials.

3. To the best of my knowledge, FPL has maintained the confidentiality of these documents and materials.

4. Consistent with the provisions of the Florida Administrative Code, such materials should remain confidential for a period of eighteen (18) months. In addition, they should be returned to FPL as soon as the information is no longer necessary for the Commission to conduct its business so that FPL can continue to maintain the confidentiality of these documents.

5. Affiant says nothing further.

SWORN TO AND SUBSCRIBED before me this  $13^{+h}$  day of July 2015, by David Herr, who is personally known to me or who has produced  $\underline{D_{civer's}}$  (type of identification) as identification and who did take an oath.

Notary Public, Commonwealth of Pennsylvania

My Commission Expires:

