AUSLEY MCMULLEN

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October 31, 2016

HAND DELIVERED

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

Re: Fuel and Purchased Power Cost Recovery Clause and Generating Performance Incentive Factor <u>FPSC Docket No. 160001-EI</u>

Dear Ms. Stauffer:

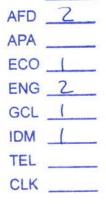
Enclosed for filing in the above docket are the original and seven (7) copies of Tampa Electric Company's Request for Specified Confidential Treatment and Motion for Temporary Protective Order relating to portions of Forms 423-2, 423-2(a) and 423-2(b) for the months of June 2016, July 2016, and August 2016.

Please acknowledge receipt and filing of the above by stamping the duplicate copy of this letter and returning same to this writer.

Thank you for your assistance in connection with this matter.

Sincerely,

James D. Beasley



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JDB/ne Enclosures

cc: All Parties of Record (w/enc.)

COMMISSION

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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In re: Fuel and Purchased Power Cost Recovery Clause and Generating Performance Incentive Factor.

DOCKET NO. 160001-EI

FILED: October 31, 2016

TAMPA ELECTRIC COMPANY'S REQUEST FOR SPECIFIED CONFIDENTIAL TREATMENT AND MOTION FOR TEMPORARY PROTECTIVE ORDER

Pursuant to §366.093, Fla. Stat., Tampa Electric Company ("Tampa Electric" or "the company") submits the following Request for Specified Confidential Treatment and Motion for Temporary Protective Order relating to the company's Forms 423-2, 423-2(a) and 423-2(b) for the months of June 2016, July 2016, and August 2016.

1. Attached hereto is a detailed Justification for the requested confidential treatment of the highlighted portions of Tampa Electric's 423 Forms for each of the months of June 2016, July 2016, and August 2016.

2. Tampa Electric requests that the information for which Tampa Electric seeks confidential classification not be declassified until 24 months after the issuance of the Commission Order disposing of this quarterly request. This time period is necessary to allow Tampa Electric to negotiate future contracts without its competitors (and other Customers) having access to information which would adversely affect the ability of Tampa Electric to negotiate future contracts. The period of time requested will ultimately protect Tampa Electric and its Customers.

3. The material for which classification is sought is intended to be and is treated by Tampa Electric as private and has not been disclosed.

WHEREFORE, Tampa Electric submits this quarterly Request for Confidential Treatment and Motion for Temporary Protective Order relating to the information contained in the attached Justification.

DATED this 31st day of October 2016.

Respectfully submitted,

JAMES D. BEASLEY

JAMES D. BEASLE I J. JEFFRY WAHLEN ASHLEY M. DANIELS Ausley & McMullen Post Office Box 391 Tallahassee, Florida 32302 (850) 224-9115

ATTORNEYS FOR TAMPA ELECTRIC COMPANY

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true copy of the foregoing Request for Specified Confidential Treatment and Motion for Temporary Protective Order, filed on behalf of Tampa Electric Company, has been furnished by hand delivery(*) or electronic mail on this 31st day of October, 2016 to the following:

Ms. Suzanne Brownless* Office of the General Counsel Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850 sbrownle@psc.state.fl.us

Ms. Patricia A. Christensen Associate Public Counsel Office of Public Counsel 111 West Madison Street – Room 812 Tallahassee, FL 32399-1400 christensen.patty@leg.state.fl.us

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Mr. Kenneth Hoffman Vice President, Regulatory Relations Florida Power & Light Company 215 South Monroe Street, Suite 810 Tallahassee, FL 32301-1859 <u>ken.hoffman@fpl.com</u>

Mr. Mike Cassel Regulatory and Governmental Affairs Florida Public Utilities Company Florida Division of Chesapeake Utilities Corp. 1750 SW 14th Street, Suite 200 Fernandina Beach, FL 32034 mcassel@fpuc.com

Mr. Jeffrey A. Stone Mr. Russell A. Badders Mr. Steven R. Griffin Beggs & Lane Post Office Box 12950 Pensacola, FL 32591-2950 jas@beggslane.com rab@beggslane.com srg@beggslane.com Mr. Robert Scheffel Wright Mr. John T. LaVia, III Gardner, Bist, Wiener, Wadsworth, Bowden, Bush, Dee, LaVia & Wright, P.A. 1300 Thomaswood Drive Tallahassee, FL 32308 <u>Schef@gbwlegal.com</u> <u>Jlavia@gbwlegal.com</u> Mr. James W. Brew Ms. Laura A. Wynn Stone Mattheis Xenopoulos & Brew, PC 1025 Thomas Jefferson Street, NW Eighth Floor, West Tower Washington, D.C. 20007-5201 jbrew@smxblaw.com laura.wynn@smxblaw.com

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Request for Specified Confidential Treatment

Justification for June-August 2016

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FORM 423-2			
Plant Name/Lines	Column	Justification	
United Bulk Terminal	G	(11) Disclosure of the effective purchase price	
Big Bend Station		"would impair the efforts of Tampa Electric to	
1-2 June		contract for goods or services on favorable terms."	
1-3 July		Section 366.093(3)(d), Fla Stat. Additionally,	
1-3 August		prohibiting the purchase price would enable one to	
Big Bend Station		ascertain the total transportation charges by	
1-4 June		subtracting the effective price from the delivered	
1-4 July		price at the transfer facility, shown in Column I. Any	
1-7 August		competitor with knowledge of the total transportation	
United Bulk Terminal		charges would be able to use that information in	
Transfer Facility Polk Station		conjunction with the published delivered price at the	
1-2 June		United Bulk Terminal Transfer Facility to determine	
1-2 July		the segmented transportation costs, i.e., the separate	
1-2 August		breakdown of transportation charges for river barge	
Polk Station		transport and for deep water transportation across the	
1 June		Gulf of Mexico from the transfer facility to Tampa.	
1 July		It is this segmented transportation cost data which is	
1 August		proprietary and confidential. The disclosure of the	
		segmented transportation costs would have a direct	
		impact on Tampa Electric's future fuel and	
		transportation contracts by informing potential	
		bidders of current prices paid for services provided.	
		That harm, which would flow to Tampa Electric and	
		its Customers from such disclosure, was the subject	
		of Prepared Direct Testimony of Mr. John R. Rowe,	
		Jr. on behalf of Tampa Electric from September 29,	
		1986, in Docket No. 860001-EI-D ("Rowe	

Testimony").

In the Commission's Order No. 12645 issued in Docket No. 830001-EU on November 3, 1983 (In re: Investigation of Fuel Adjustment Clauses of Electric Utilities), the Commission prescribed the current 423 Form filings. In so doing, the Commission observed:

> Next, we must determine whether any portion of the monthly reports should be accorded confidential treatment. We agree that certain portions of the confidential information. However, many portions of the monthly reports will not. The proprietary information

Request for Specified Confidential Treatment Justification for June-August 2016

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FORM 423-2 Plant Name/Lines Column Justification

for all types of fuel is transportation. Any breakout of transportation costs must be treated confidentially. In addition, F.O.B. mine prices for coal is proprietary in nature as is the price of Disclosure of separate fuel oil. transportation or F.O.B. mine prices would have a direct impact on a utility's future fuel and transportation contracts by informing potential bidders of current prices paid for services. Disclosure of fuel oil prices would have an indirect effect upon bidding suppliers. Suppliers would be reluctant to provide significant price concessions to an individual utility if prices were disclosed because other purchasers would seek similar concessions.

The vigorous competition discussed in Mr. Rowe's earlier testimony, as recognized by the Commission, justifies proprietary confidential treatment of the information in Column G.

Disclosure of this information "would impair the efforts of Tampa Electric to contract for goods and services on favorable terms." Section 366.093(3)(d), Fla. Stat. This information would inform other potential suppliers as to the price Tampa Electric is willing to pay for coal. This would give present and potential coal suppliers information which could be harmful to Tampa Electric's interests in negotiating coal supply agreements. This is much the same as paragraph (1) under Form 423-1(a) regarding No. 2 oil suppliers.

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FORM 423-2		
Plant Name/Lines	Column	Justification
United Bulk Terminal Big Bend Station 1-2 June 1-3 July 1-3 August Big Bend Station 1-4 June 1-4 July 1-7 August United Bulk Terminal	Н	(12) The disclosure of this information "would impair the efforts of Tampa Electric to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat. As was stated in (1) Columns G and H both need confidential protection because disclosure of either column will enable competitors to determine the segmented transportation charges. Accordingly, the same reasons discussed in (1) likewise apply with regard to Column H.
Transfer Facility Polk Station 1-2 June		
1-2 July		
1-2 August		
Polk Station		
1 June		
1 July		
1 August		

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FORM 423-2(a)		
Plant Name/Lines	Column	Justification
United Bulk Terminal	G	(13) This column discloses the value of shorthau
Big Bend Station		and loading charges on a \$/Ton basis, which is a
1-2 June		negotiated price the disclosure of which would
1-3 July		adversely impact Tampa Electric in future
1-3 August		negotiations for this component of the overall price.
Big Bend Station		which, in turn, would adversely impact Tampa
1-4 June		Electric's customers.
1-4 July		
1-7 August		
United Bulk Terminal		
Transfer Facility Polk Station		
1-2 June		
1-2 July		
1-2 August		
Polk Station		
1 June		
1 July		
1 August		
United Bulk Terminal	Н	(14) If the original invoice price is made public,
Big Bend Station		one can subtract the original invoice price from the
1-2 June		publicly disclosed delivered price at the United
1-3 July		Bulk Terminal Transfer Facility and thereby
1-3 August		determine the segmented river transportation cost.
Big Bend Station		Disclosure of the river transportation cost "would
1-4 June		impair the efforts of Tampa Electric to contract for
1-4 July		goods or services on favorable terms." Section
1-7 August		366.093(3)(d), Fla. Stat. Additional justification
United Bulk Terminal		appears in paragraph (1) of the rationale for
Transfer Facility Polk Station		confidentiality of Column G of Form 423-2 (United
1-2 June		Bulk Terminal Transfer Facility - Big Bend
1-2 July		Station). See also Rowe Testimony.
1-2 August		,
Polk Station		
1 June		
1 Iuly		

- 1 July
- 1 August

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		RM 423-2(a)
Plant Name/Lines	Column	Justification
United Bulk Terminal	J	(15) This information, like that contained in
Big Bend Station		Column H, would enable a competitor to "back
1-2 June		into" the segmented transportation cost using the
1-3 July		publicly disclosed delivered price at the United
1-3 August		Bulk Terminal Transfer Facility. This would be
Big Bend Station		done by subtracting the base price per ton from the
1-4 June		delivered price at United Bulk Terminal, thereby
1-4 July		revealing the river barge rate. Such disclosure
1-7 August		"would impair the efforts of Tampa Electric to
United Bulk Terminal		contract for goods or services on favorable terms."
Transfer Facility Polk Station		Section 366.093(3)(d), Fla. Stat. Additional
1-2 June		justification appears in paragraph (1) of the
1-2 July		rationale for confidentiality of Column G of Form
1-2 August		423-2 (United Bulk Terminal Transfer Facility -
Polk Station		Big Bend Station). See also Rowe Testimony
1 June		3
1 July		
1 August		
United Bulk Terminal	L	(16) This information, if publicly disclosed, would
Big Bend Station		enable a competitor to back into the segmented
1-2 June		waterborne transportation costs using the already
1-3 July		publicly disclosed delivered price of coal at the
1-3 August		United Bulk Terminal Transfer Facility. Such
Big Bend Station		disclosure "would impair the efforts of Tampa
1-4 June		Electric to contract for goods or services on
1-4 July		favorable terms." Section 366.093(3)(d), Fla. Stat.
1-7 August		Additional justification appears in paragraph (1) of
United Bulk Terminal		the rationale for confidentiality of Column G of
Transfer Facility Polk Station		Form 423-2 (United Bulk Terminal Transfer
1-2 June		Facility - Big Bend Station). See also Rowe
1-2 July		Testimony
1-2 August		
Polk Station		
1 June		
1 July		
1 August		

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		RM 423-2(b)
Plant Name/Lines	Column	Justification
United Bulk Terminal Big Bend Station 1-2 June 1-3 July 1-3 August Big Bend Station 1-4 June 1-4 July 1-7 August United Bulk Terminal Transfer Facility Polk Station 1-2 June 1-2 June 1-2 July 1-2 August Polk Station	G	(17) Disclosure of the effective purchase price in Column G "would impair the efforts of Tampa Electric to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat. Such disclosure would enable a competitor to "back into" the segmented transportation cost using the publicly disclosed delivered price for coal at the United Bulk Terminal Transfer Facility. This would be done by subtracting the effective purchase price per ton from the price per ton delivered at United Bulk Terminal, thereby revealing the river barge rate. Additional justification appears in paragraph (1) of the rationale for confidentiality of Column G of Form 423-2 (United Bulk Terminal Transfer Facility - Big Bend Station). See also
1 June 1 July 1 August		Rowe Testimony. Such disclosure would also adversely affect Tampa Electric's ability to negotiate future coal supply contracts.
United Bulk Terminal Big Bend Station 1-2 June 1-3 July 1-3 August Big Bend Station 1-4 June 1-4 July 1-7 August United Bulk Terminal Transfer Facility Polk Station 1-2 June 1-2 July 1-2 August Polk Station 1 June 1 July 1 August	Η	(18) This column discloses the value of additional shorthaul and loading charges on a \$/Ton basis, which is a negotiated price the disclosure of which would adversely impact Tampa Electric in future negotiations for this component of the overall price, which, in turn, would adversely impact Tampa Electric's customers.

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	FOF	RM 423-2(b)
Plant Name/Lines	Column	Justification
United Bulk Terminal Big Bend Station 1-2 June 1-3 July 1-3 August Big Bend Station 1-4 June 1-4 June 1-4 July 1-7 August United Bulk Terminal Transfer Facility Polk Station 1-2 June 1-2 July 1-2 August Polk Station 1 June 1 July	Ι	(19) Disclosure of the rail rate per ton would adversely affect the ability of Tampa Electric to negotiate favorable rail rates. Disclosure of the rail rates paid would effectively eliminate any negotiating leverage and could lead to higher rail rates. This would work to the ultimate detriment of Tampa Electric and its customers. Accordingly, disclosure of this information "would impair the efforts of Tampa Electric to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat.
1 August United Bulk Terminal Big Bend Station 1-2 June 1-3 July 1-3 August Big Bend Station 1-4 June 1-4 July 1-7 August United Bulk Terminal Transfer Facility Polk Station 1-2 June 1-2 June 1-2 July 1-2 August Polk Station 1 June 1 July 1 August	J	(20) This column discloses the value of other rail charges on a \$/Ton basis, which is a negotiated price the disclosure of which would adversely impact Tampa Electric in future negotiations for this component of the overall price, which, in turn, would adversely impact Tampa Electric's customers.

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FORM 423-2(b)			
Plant Name/Lines	Column	Justification	
United Bulk Terminal Big Bend Station 1-2 June	K	(21) These columns contained information the disclosure of which "would impair the efforts of Tampa Electric to contract for goods or services on	
 1-3 July 1-3 August Big Bend Station 1-4 June 1-4 July 1-7 August United Bulk Terminal Transfer Facility Polk Station 1-2 June 1-2 July 1-2 August Polk Station 1 June 1 July 1 August 		favorable terms." Section 366.093(3)(d), Fla. Stat. Each of these columns provides specific information on segmented transportation costs which are the primary objects of this request. Additional justification appears in paragraph (1) of the rationale for confidentiality for Column G on 423-2 (United Bulk Terminal Transfer Facility - Big Bend Station). <i>See also</i> Rowe Testimony	
United Bulk Terminal Big Bend Station 1-2 June 1-3 July 1-3 August Big Bend Station 1-4 June 1-4 July 1-7 August United Bulk Terminal Transfer Facility Polk Station 1-2 June 1-2 June 1-2 July 1-2 August Polk Station 1 June 1 July 1 August	L	(22) See item (21) above.	

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	FOF	RM 423-2(b)
Plant Name/Lines	Column	Justification
United Bulk Terminal	М	(23) See item (21) above.
Big Bend Station	141	(23) See Rein (21) above.
1-2 June		
1-3 July		
1-3 August		
Big Bend Station		
1-4 June		
1-4 July		
1-7 August		
United Bulk Terminal		
Transfer Facility Polk Station		
1-2 June		
1-2 July		
1-2 August		
Polk Station		
1 June		
1 July		
1 August		
United Bulk Terminal	N	(24) See item (21) above.
Big Bend Station		
1-2 June		
1-3 July		
1-3 August		
Big Bend Station		
1-4 June		
1-4 July		
1-7 August		
United Bulk Terminal		
Transfer Facility Polk Station		
1-2 June		
1-2 July		
1-2 August		
Polk Station		
1 June		
1 July		
1 August		

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		RM 423-2(b)
Plant Name/Lines	Column	Justification
United Bulk Terminal	0	(25) See item (21) above.
Big Bend Station	U	(25) See Rein (21) above.
1-2 June		
1-3 July		
1-3 August		
Big Bend Station		
1-4 June		
1-4 July		
1-7 August		
United Bulk Terminal		
Transfer Facility Polk Station		
1-2 June		
1-2 July		
1-2 August		
Polk Station		
1 June		
1 July		
1 August		
United Bulk Terminal	Р	(26) See item (21) above.
Big Bend Station		
1-2 June		
1-3 July		
1-3 August		
Big Bend Station		
1-4 June		
1-4 July		
1-7 August		
United Bulk Terminal		
Transfer Facility Polk Station		
1-2 June		
1-2 July		
1-2 August		
Polk Station		
1 June		
1 July		
1 August		