### FILED 7/31/2018 DOCUMENT NO. 04971-2018 **FPSC - COMMISSION CLERK**

## AUSLEY MCMULLEN

#### ATTORNEYS AND COUNSELORS AT LAW

123 SOUTH CALHOUN STREET P.O. BOX 391 (ZIP 32302) TALLAHASSEE, FLORIDA 32301 (850) 224-9115 FAX (850) 222-7560

### July 31, 2018 HAND DELIVERED

Ms. Carlotta Stauffer, Director	COM
Office of Commission Clerk	(AFD) 7
Florida Public Service Commission	APA
2540 Shumard Oak Boulevard	ECO
Tallahassee, Florida 32399-0850	
Day Eyel and Dynahaaad	Power Cost Recovery Clause ENG
	Formance Incentive Factor GCL
FPSC Docket No. 2	
<u>1150 Booker115.2</u>	CLK

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 March 2018, April 2018 and May 2018.

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

JDB/ne Enclosures

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



#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

)

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

DOCKET NO. 20180001-EI

FILED: July 31, 2018

### 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 March 2018, April 2018 and May 2018.

 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 March 2018, April 2018 and May 2018.

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.

 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 July, 2018.

Respectfully submitted,

In Oben L

JAMES D. BEASLEY J. JEFFRY WAHLEN 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 July, 2018 to the following:

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

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

Ms. Dianne M. Triplett Duke Energy Florida, Inc. 299 First Avenue North St. Petersburg, FL 33701 Dianne.triplett@duke-energy.com

Mr. Matthew R. Bernier Senior Counsel Duke Energy Florida, Inc. 106 East College Avenue, Suite 800 Tallahassee, FL 32301-7740 Matthew.bernier@duke-energy.com

Mr. Jon C Moyle, Jr. Moyle Law Firm 118 North Gadsden Street Tallahassee, FL 32301 jmoyle@moylelaw.com

Rhonda J. Alexander Regulatory, Forecasting & Pricing Manager Gulf Power Company One Energy Place Pensacola, FL 32520-0780 rjalexad@southernco.com Ms. Beth Keating Gunster, Yoakley & Stewart, P.A. 215 S. Monroe St., Suite 601 Tallahassee, FL 32301 <u>bkeating@gunster.com</u>

Mr. John T. Butler Maria Moncada Assistant General Counsel – Regulatory Florida Power & Light Company 700 Universe Boulevard (LAW/JB) Juno Beach, FL 33408-0420 john.butler@fpl.com maria.moncada@fpl.com

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

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 General Counsel Gulf Power Company One Energy Place Pensacola, FL 32520-0100 jastone@southernco.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> Jlavia@gbwlegal.com Mr. Russell A. Badders Mr. Steven R. Griffin Beggs & Lane Post Office Box 12950 Pensacola, FL 32591 <u>rab@beggslane.com</u> srg@beggslane.com

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

ATTORNEY

## Request for Specified Confidential Treatment Justification for March 2018, April 2018 and May 2018

Docket No. 20180001-EI

Page 1 of 10

lumn	Justification (11) Disclosure of the effective purchase price "would impair the efforts of Tampa Electric to contract for goods or services on favorable terms." Section 266 002(2)(d) Fig. Stat. Additionally
	"would impair the efforts of Tampa Electric to contract for goods or services on favorable terms."
	Section 366.093(3)(d), Fla Stat. Additionally, prohibiting the purchase price would enable one to ascertain the total transportation charges by subtracting the effective price from the delivered price at the transfer facility, shown in Column I. Any competitor with knowledge of the total transportation charges would be able to use that information in conjunction with the published delivered price at the United Bulk Terminal Transfer Facility to determine the segmented transportation costs, i.e., the separate breakdown of transportation costs, i.e., the separate breakdown of transportation costs for river barge transport and for deep water transportation across the Gulf of Mexico from the transfer facility to Tampa. It is this segmented transportation cost data which is 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

Page 2 of 10

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 would similar purchasers seek 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.

Page 3 of 10

FORM 423-2		
Plant Name/Lines	Column	Justification
United Bulk Terminal Big Bend Station 1 March 1 April 1 May Big Bend Station 1-3 March	Н	(12) The disclosure of this information "would impair the efforts of Tampa Electric to contract fo 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
1-4 April 1-4 May United Bulk Terminal		transportation charges. Accordingly, the same reasons discussed in (1) likewise apply with regard to Column H.
Transfer Facility Polk Station 1-2 March 1-2 April none May Polk Station		
1 March none April none May		

Page 4 of 10

		RM 423-2(a)
Plant Name/Lines	Column	Justification
United Bulk Terminal Big Bend Station 1 March 1 April 1 May Big Bend Station 1-3 March 1-4 April 1-4 May United Bulk Terminal Transfer Facility Polk Station 1-2 March 1-2 April none May Polk Station 1 March none April none May	G	(13) This column discloses the value of 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.
United Bulk Terminal Big Bend Station 1 March 1 April 1 May Big Bend Station 1-3 March 1-4 April 1-4 May United Bulk Terminal Transfer Facility Polk Station 1-2 March 1-2 April none May Polk Station 1 March none April none May	Η	(14) If the original invoice price is made public, one can subtract the original invoice price from the publicly disclosed delivered price at the United Bulk Terminal Transfer Facility and thereby determine the segmented river transportation cost. Disclosure of the river transportation cost "would impair the efforts of Tampa Electric to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat. 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). <i>See also</i> Rowe Testimony.

Page 5 of 10

	FO	RM 423-2(a)
Plant Name/Lines	Column	Justification
United Bulk Terminal Big Bend Station 1 March 1 April 1 May Big Bend Station 1-3 March 1-4 April 1-4 May United Bulk Terminal Transfer Facility Polk Station 1-2 March 1-2 April none May Polk Station 1 March none April none May	J	(15) This information, like that contained in Column H, would enable a competitor to "back into" the segmented transportation cost using the publicly disclosed delivered price at the United Bulk Terminal Transfer Facility. This would be done by subtracting the base price per ton from the delivered price at United Bulk Terminal, thereby revealing the river barge rate. Such disclosure "would impair the efforts of Tampa Electric to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat. 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). <i>See also</i> Rowe Testimony
United Bulk Terminal Big Bend Station 1 March 1 April 1 May Big Bend Station 1-3 March 1-4 April 1-4 May United Bulk Terminal Transfer Facility Polk Station 1-2 March 1-2 April none May Polk Station 1 March none April none May	L	(16) This information, if publicly disclosed, would enable a competitor to back into the segmented waterborne transportation costs using the already publicly disclosed delivered price of coal at the United Bulk Terminal Transfer Facility. Such disclosure "would impair the efforts of Tampa Electric to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat. 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). <i>See also</i> Rowe Testimony

.

Page 6 of 10

	the second s	RM 423-2(b)
Plant Name/Lines	Column	Justification
United Bulk Terminal	G	(17) Disclosure of the effective purchase price in
Big Bend Station	0	Column G "would impair the efforts of Tampa
1 March		Electric to contract for goods or services or
1 April		favorable terms." Section 366.093(3)(d), Fla. Stat
1 May		Such disclosure would enable a competitor to "back
Big Bend Station		into" the segmented transportation cost using the
1-3 March		publicly disclosed delivered price for coal at the
1-4 April		United Bulk Terminal Transfer Facility. This
1-4 May		would be done by subtracting the effective purchase
United Bulk Terminal		price per ton from the price per ton delivered a
Transfer Facility Polk Station		United Bulk Terminal, thereby revealing the rive
1-2 March		barge rate. Additional justification appears in
1-2 April		paragraph (1) of the rationale for confidentiality o
none May		Column G of Form 423-2 (United Bulk Termina
Polk Station		Transfer Facility - Big Bend Station). See also
1 March		Rowe Testimony. Such disclosure would also
none April		adversely affect Tampa Electric's ability to
none May		negotiate future coal supply contracts.
United Bulk Terminal	Н	(18) This column discloses the value of additional
Big Bend Station		shorthaul and loading charges on a \$/Ton basis,
1 March		which is a negotiated price the disclosure of which
1 April		would adversely impact Tampa Electric in future
1 May		negotiations for this component of the overall
Big Bend Station		price, which, in turn, would adversely impact
1-3 March		Tampa Electric's customers.
1-4 April		
1-4 May		
United Bulk Terminal		
<b>Transfer Facility Polk Station</b>		
1-2 March		
1-2 April		
none May		
Polk Station		
1 March		
none April		
none May		

Page 7 of 10

	FOI	RM 423-2(b)
Plant Name/Lines	Column	Justification
United Bulk Terminal	Ι	(19) Disclosure of the rail rate per ton would
Big Bend Station		adversely affect the ability of Tampa Electric to
1 March		negotiate favorable rail rates. Disclosure of the rail
1 April		rates paid would effectively eliminate any
1 May		negotiating leverage and could lead to higher rail
Big Bend Station		rates. This would work to the ultimate detriment of
1-3 March		Tampa Electric and its customers. Accordingly,
1-4 April		disclosure of this information "would impair the
1-4 May		efforts of Tampa Electric to contract for goods or
United Bulk Terminal		services on favorable terms." Section
<b>Transfer Facility Polk Station</b>		366.093(3)(d), Fla. Stat.
1-2 March		
1-2 April		
none May		
Polk Station		
1 March		
none April		
none May		
United Bulk Terminal	J	(20) This column discloses the value of other rail
Big Bend Station		charges on a \$/Ton basis, which is a negotiated
1 March		price the disclosure of which would adversely
1 April		impact Tampa Electric in future negotiations for
1 May		this component of the overall price, which, in turn,
Big Bend Station		would adversely impact Tampa Electric's
1-3 March		customers.
1-4 April		
1-4 May		
United Bulk Terminal		
<b>Transfer Facility Polk Station</b>		
1-2 March		
1-2 April		
none May		
Polk Station		
1 March		
none April		
none May		

Page 8 of 10

Plant Name/Lines	FOF Column	Justification
Think Tunner Ennes	conum	ousimenton
United Bulk Terminal	K	(21) These columns contained information the
Big Bend Station		disclosure of which "would impair the efforts of
1 March		Tampa Electric to contract for goods or services on
1 April		favorable terms." Section 366.093(3)(d), Fla. Stat.
1 May		Each of these columns provides specific
Big Bend Station		information on segmented transportation costs
1-3 March		which are the primary objects of this request.
1-4 April		Additional justification appears in paragraph (1) of
1-4 May		the rationale for confidentiality for Column G on
United Bulk Terminal		423-2 (United Bulk Terminal Transfer Facility -
<b>Transfer Facility Polk Station</b>		Big Bend Station). See also Rowe Testimony
1-2 March		
1-2 April		
none May		
Polk Station		
1 March		
none April		
none May		
United Bulk Terminal	L	(22) See item (21) above.
Big Bend Station		
1 March		
1 April		
1 May		
Big Bend Station		
1-3 March		
1-4 April		
1-4 May		
United Bulk Terminal		
<b>Transfer Facility Polk Station</b>		
1-2 March		
1-2 April		
none May		
Polk Station		
1 March		
none April		
none May		

Page 9 of 10

	6 19 M 10 10 10 10 10 10 10 10 10 10 10 10 10	RM 423-2(b)
Plant Name/Lines	Column	Justification
United Bulk Terminal	М	(23) See item (21) above.
Big Bend Station	705	() () ()
1 March		
1 April		
1 May		
Big Bend Station		
1-3 March		
1-4 April		
1-4 May		
United Bulk Terminal		
<b>Transfer Facility Polk Station</b>		
1-2 March		
1-2 April		
none May		
Polk Station		
1 March		
none April		
none May		
United Bulk Terminal	N	(24) See item (21) above.
Big Bend Station	14	(24) See Rein (21) above.
1 March		
1 April		
1 May		
Big Bend Station		
1-3 March		
1-4 April		
1-4 May		
United Bulk Terminal		
Transfer Facility Polk Station		
1-2 March		
1-2 April		
none May		
Polk Station		
1 March		
none April		
none May		

Page 10 of 10

Dlant Name/Lines		RM 423-2(b)
Plant Name/Lines	Column	Justification
United Bulk Terminal	0	(25) See item (21) above.
Big Bend Station	0.77.05	
1 March		
1 April		
1 May		
Big Bend Station		
1-3 March		
1-4 April		
1-4 May		
United Bulk Terminal		
<b>Transfer Facility Polk Station</b>		
1-2 March		
1-2 April		
none May		
Polk Station		
1 March		
none April		
none May		
· · · · · · · · · · · · · · · · · · ·		
United Bulk Terminal	Р	(26) See item (21) above.
Big Bend Station		
1 March		
1 April		
1 May		
Big Bend Station		
1-3 March		
1-4 April		
1-4 May		
United Bulk Terminal		
<b>Transfer Facility Polk Station</b>		
1-2 March		
1-2 April		
none May		
Polk Station		
1 March		
none April		
none May		