

Maria J. Moncada Senior Attorney Florida Power & Light Company 700 Universe Boulevard Juno Beach, FL 33408-0420 (561) 304-5795 (561) 691-7135 (Facsimile) Email: Maria.Moncada@fpl.com

August 8, 2018

VIA HAND DELIVERY

Ms. Carlotta S. Stauffer
Division of the Commission Clerk and
Administrative Services
Florida Public Service Commission
Betty Easley Conference Center, Room 110
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

0N 12: 46

Re: Florida Power & Light Company's Request for Confidential Classification of Certain Material Provided in Connection with the Monthly Fuel Filings Docket No. 20180001-EI

Dear Ms. Stauffer:

I enclose for filing in the above-referenced matter Florida Power & Light Company's ("FPL") Request for Confidential Classification. The Request includes Attachments A, B and C.

Attachment A contains the confidential information that is the subject of FPL's Request for Confidential Classification. Attachment A is submitted for filing separately and marked "ATTACHMENT A – CONFIDENTIAL." Attachment B is an edited version of Attachment A, in which the information FPL asserts is confidential has been redacted. Attachment C contains FPL's justification for its request for confidential classification.

In accordance with Rule 25-22.006(3)(d), FPL requests confidential treatment of the information in Attachment A pending disposition of FPL's request for Confidential Classification.

Please contact me should you or your Staff have any questions regarding this filing.

Sincerely,

Maria J. Moneada

Enclosures

cc: parties of record (w/Request for Confidential Classification)

6765827

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and purchased power cost recovery clause with generating performance incentive factor

Docket No. 20180001-EI Date: August 8, 2018

REQUEST FOR CONFIDENTIAL CLASSIFICATION

Pursuant to Section 366.093, Florida Statutes, and Rule 25-22.006, Florida Administrative Code, Florida Power & Light Company ("FPL") requests confidential classification of certain information on Florida Public Service Commission ("FPSC" or "Commission") Forms 423-1(a), 423-2, 423-2(a) and 423-2(b) for the second quarter of 2018. In support of this request, FPL states as follows:

1. Petitioner's principal business address is as follows:

Florida Power & Light Company 700 Universe Boulevard Juno Beach, Florida 33408

Orders, notices, or other pleadings related to this request should be served on:

Kenneth A. Hoffman Vice President Regulatory Affairs Florida Power & Light Company 215 S. Monroe Street, Suite 810 Tallahassee, FL 32301-1858 (850) 521-3919 (850) 521-3939 Fax

Email: Ken.Hoffman@fpl.com

Maria J. Moncada Senior Attorney Florida Power & Light Company 700 Universe Boulevard Juno Beach, FL 33408-0420 (561) 304-5795 (561) 691-7135 Fax Email: Maria.Moncada@fpl.com

- 2. The following attachments are included herewith and made a part hereof:
 - a. Attachment A includes the complete and unedited version of Florida Power & Light Company's (FPL) April and June, 2018 Forms 423-1, 423-1(a) and 423-1(b); R.W. Scherer's (Plant Scherer) March, April and May 2018 Forms 423-2, 423-2(a) and 423-2(b) which contain certain information that FPL asserts should be accorded confidential treatment. The information in Attachment A for which FPL seeks confidential classification has been highlighted. Attachment A is submitted separately in a sealed envelope marked "CONFIDENTIAL."
 - b. Attachment B is the edited version of Attachment A. All information that FPL asserts is entitled to confidential treatment has been redacted in Attachment B.
 - c. Attachment C identifies information for which confidential treatment is sought and, with regard to each item or type of information, contains a brief statement that explains the need for confidentiality and refers to the specific statutory basis or bases for the request.
- 3. Pursuant to section 366.093, FPL seeks confidential protection for the information highlighted in Attachment A. FPL submits that such information is proprietary confidential business information within the meaning of section 366.093(3). Pursuant to section 366.093, such materials are entitled to confidential treatment and are exempt from the disclosure provisions of the public records law. Thus, once the Commission determines 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 harm of disclosure against the public interest in access to the information.
- 4. The statutory bases and support for FPL's assertion of confidentiality with regard to specific items or types of information are set forth in Attachment C. The information for which confidential classification is sought is intended to be and is treated by FPL as confidential and, to the best of FPL's knowledge and belief, has not been publicly disclosed.

5. Upon a finding by the Commission that the material in Attachment A for which FPL seeks confidential treatment is proprietary confidential business information within the meaning of section 366.093(3), pursuant to section 366.093(4) such materials should not be declassified for twenty-four (24) months, or as otherwise extended by the Commission. Further, the materials should be returned to FPL as soon as the information is no longer necessary for the Commission to conduct its business.

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

Respectfully submitted, Maria J. Moncada, Esq. Senior Attorney Florida Power & Light Company 700 Universe Boulevard Juno Beach, Florida 33408-0420

Tel.: (561) 304-5795 Fax: (561) 691-7/35

Email: Maria.Moncada@fpl.com

Maria J. Moncada Florida Bar No. 173301

CERTIFICATE OF SERVICE Docket 20180001-EI

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished

by electronic delivery on the 8th day of August 2018 to the following:

Suzanne Brownless, Esq.
Danijela Janjic, Esq.
Division of Legal Services
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
sbrownle@psc.state.fl.us
djanjic@psc.state.fl.us

J.R. Kelly, Esq.
Patricia Christensen, Esq.
Charles Rehwinkel, Esq.
Erik L. Sayler, Esq.
Office of Public Counsel
c/o The Florida Legislature
111 West Madison Street, Room 812
Tallahassee, Florida 32399
kelly.jr@leg.state.fl.us
christensen.patty@leg.state.fl.us
rehwinkel.charles@leg.state.fl.us
sayler.erik@ leg.state.fl.us

Paula K. Brown, Manager **Tampa Electric Company** Regulatory Coordinator Post Office Box 111 Tampa, Florida 33601-0111 regdept@tecoenergy.com

James D. Beasley, Esq.
J. Jeffrey Wahlen, Esq.
Ausley & McMullen
P.O. Box 391
Tallahassee, Florida 32302
jbeasley@ausley.com
jwahlen@ausley.com
Attorneys for Tampa Electric Company

Andrew Maurey
Michael Barrett

Division of Accounting and Finance
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
amaurey@psc.state.fl.us
mbarrett@psc.state.fl.us

Matthew R. Bernier, Esq. 106 East College Avenue, Suite 800 Tallahassee, Florida 32301 matthew.bernier@duke-energy.com

Dianne M. Triplett, Esq. 299 First Avenue North St. Petersburg, Florida 33701 dianne.triplett@duke-energy.com Attorneys for Duke Energy Florida

Jeffrey A. Stone Rhonda J. Alexander Gulf Power Company One Energy Place Pensacola, Florida 32520-0780 jastone@southernco.com rjalexad@ southernco.com

Russell A. Badders, Esq.
Steven R. Griffin, Esq.
Beggs & Lane
P.O. Box 12950
Pensacola, Florida 32591-2950
rab@beggslane.com
srg@beggslane.com
Attorneys for Gulf Power Company

Mike Cassel Director, Regulatory and Governmental Affairs

Florida Public Utilities Company 1750 S.W. 14th Street, Suite 200 Fernandina Beach, Florida 32034 mcassel@fpuc.com

Beth Keating, Esq.
Gunster Law Firm
215 South Monroe St., Suite 601
Tallahassee, Florida 32301-1804
bkeating@gunster.com
Attorneys for Florida
Public Utilities Company

Robert Scheffel Wright, Esq.
John T. LaVia, III, Esq.
Gardner, Bist, Wiener, et al
1300 Thomaswood Drive
Tallahassee, Florida 32308
schef@gbwlegal.com
jlavia@gbwlegal.com
Attorneys for Florida Retail Federation

James W. Brew, Esq.
Laura A. Wynn, Esq.
Stone Mattheis Xenopoulos & Brew, PC
1025 Thomas Jefferson Street, NW
Eighth Floor, West Tower
Washington, DC 20007-5201
jbrew@smxblaw.com
law@smxblaw.com
Attorneys for PCS Phosphate White Springs

Jon C. Moyle, Esq. Moyle Law Firm, P.A. 118 N. Gadsden St. Tallahassee, Florida 32301 jmoyle@moylelaw.com

Attorneys for Florida Industrial Power Users Group

By:

Maria J. Moneada Fla. Bar No. 773301

6765786

^{*}Copies of Exhibits B and C are available upon request.

ATTACHMENT "A"

CONFIDENTIAL FILED UNDER SEPARATE COVER

FPL FPSC FORM 423-1(a)

R.W. SCHERER FPSC FORMS

423-2

423-2 (a)

423-2 (b)

ATTACHMENT "B"

EDITED VERSION

FPL FPSC FORM 423-1(a)

R.W. SCHERER FPSC FORMS

423-2

423-2 (a)

423-2 (b)

Page 1 of 1

FPSC FORM NO. 423-1 (a)

- 1. REPORTING MONTH: APR YEAR: 2018
- 2. REPORTING COMPANY: FLORIDA POWER _LIGHT COMPANY

MONTHLY REPORT OF COST AND QUALITY OF FUEL OIL FOR ELECTRIC PLANTS DETAIL OF INVOICE AND TRANSPORTATION CHARGES

- 3. NAME, TITLE _TELEPHONE NUMBER OF CONTACT PERSON CONCERNING DATA SUBMITTED ON THIS FORM: RENAE DEATON, REGULATORY AFFAIRS, (561) 691-2839
- 4. SIGNATURE OF OFFICIAL SUBMITTING REPORT:_

200

5. DATE COMPLETED: 06/07/2018

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(1)	(J)	(K)	(L)	(M)	(N)	(O)	(P)	(Q)	(R)
LINE NO.	PLANT	SUPPLIER	DELIVERY LOCATION	DELIVERY DATE	TYPE OIL	VOLUME (BBLS)		INVOICE AMOUNT (\$)	DISCOUNT	NET AMOUNT (\$)		QUALITY ADJUST. (\$/BBL)	EFFECTIVE PUR PRICE (\$/BBL)		ADDITIONAL TRANS CHGS (\$/BBL)	OTHER CHGS (\$/BBL)	PRICE (\$/BBL)
1 PCC		APEC		04/27/2018	F03	23498								0.0000			94.3125
2 GFL		TOC		04/07/2018	F03	8299								0.0000	=		88.4951
3 PMT		SUBURBAN		04/06/2018	PRO	7								0.0000			68.6529



FPSC Form No. 423-2

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS ORIGIN, TONNAGE, DELIVERED PRICE, AND AS RECEIVED QUALITY

1. Reporting Month:

March

Year:

2018

4. Name, Title & Telephone Number of Contact Person Concerning Data

Submitted on this Form: Renae Deaton

561 691-2839

2. Reporting Company:

FLORIDA POWER & LIGHT COMPANY

3. Plant Name:

R.W.SCHERER

5. Signature of Official Submitting Report:

6. Date Completed:

15-May-18

Jen Brockway

Line No. (a)	Supplier Name (b)	Mine Location (c)	Purchase Type (d)	Transport <u>Mode</u> (e)	Tons (f)	Purchase Price (\$/Ton) (g)	Effective Transport Charges (\$/Ton) (h)	Total FOB Plant Price (\$/Ton) (i)	Sulfur Content (%) (j)	Btu Content (Btu/lb) (k)	Ash Content (%)	Moisture Content (%) (m)
(1)	CONTURA COAL SALES LL	19/WY/5	S	UR	27 240 34			38 625	0.29	8 282	4 71	30.87

FPSC Form No. 423-2(a)

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAILED PURCHASED COAL INVOICE INFORMATION

1. Reporting Month:

March

Year:

2018

 Name, Title & Telephone Number of Contact Person Concerning Data Submitted on this Form: Renae Deaton

Submitted on this Form. Renae Death

561 691-2839

2. Reporting Company:

FLORIDA POWER & LIGHT COMPANY

3. Plant Name:

R.W.SCHERER

5. Signature of Official Submitting Report:

6. Date Completed:

15-May-18

Line No. (a)	Supplier Name (b)	Mine Location (c)	Purch. Type (d)	Tons (e)	FOB Mine Price (\$/Ton) (f)	Shorthaul & Loading Charges (\$/Ton) (g)	Original Invoice Price (\$/Ton) (h)	Retroactive Price Increase (\$/Ton) (i)	Base Price (\$/Ton)	Quality Adjustments (\$/Ton) (k)	Effective Purchase Price (\$/Ton)
(1)	CONTURA COAL SALES,	LI 19/WY/5	S	27,240.34		0.147		S23		(0.472)	

Zen Brockway

FPSC Form No. 423-2(b)

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAILED TRANSPORTATION INVOICE INFORMATION

1. Reporting Month: 2. Reporting Company:

3. Plant Name:

Reporting Month:	March FLORIDA PO	Year:	2018 PANY			tle & Telephone d on this Form: 1 2839)		900 200	h				
Plant Name:	R.W.SCHER	ER				of Official Subr		3	en I	Sion	Rayor				
					6. Date Con	Additional L Shorthaul	15-May-18 Rail Charg	jes Other	Water River	borne Charges	Ocean	Other	Other	Total Transpor-	FOB
Line No. Supplier Name (a) (b)	Mine Location (c)	Shipping Point (d)	Transport Mode (e)	Tons (f)	Purchase Price (\$/Ton) (g)	& Loading Charges (\$/Ton) (h)	Rail Rate (\$/Ton) (i)	Rail Charges (\$/Ton)	Barge Rate (\$/Ton) (k)	loading Rate (\$/Ton) (I)	Rate (\$/Ton) (m)	Water Charges (\$/Ton) (n)	Related Charges (\$/Ton)	tation Charges (\$/Ton)	Plant Price (\$/Ton)
(1) CONTURA COAL SALES	19/WY/5	EAGLE BUTTE, W	UR	27,240.34						170					38.625

FPSC Form No. 423-2

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS ORIGIN, TONNAGE, DELIVERED PRICE, AND AS RECEIVED QUALITY

1. Reporting Month:

April

Year:

2018

 Name, Title & Telephone Number of Contact Person Concerning Data Submitted on this Form: Renae Deaton

561 691-2839

2. Reporting Company:

FLORIDA POWER & LIGHT COMPANY

3. Plant Name:

R.W.SCHERER

5. Signature of Official Submitting Report:

6. Date Completed:

29-Jun-18

1	0 6.00
oxen	Brockway
	+

Line No. (a)	Supplier Name (b)	Mine Location (c)	Purchase <u>Type</u> (d)	Transport <u>Mode</u> (e)	Tons (f)	Purchase Price (\$/Ton) (g)	Effective Transport Charges (\$/Ton) (h)	Total FOB Plant Price (\$/Ton) (i)	Sulfur Content (%) (j)	Btu Content (Btu/lb) (k)	Ash Content (%) (I)	Moisture Content (%) (m)
(1)	CONTURA COAL SALES, LL	19/WY/5	S	UR	31,143.24			38.936	0.41	8,269	4.81	30.59



FPSC Form No. 423-2(a)

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAILED PURCHASED COAL INVOICE INFORMATION

1. Reporting Month:

April

Year:

2018

4. Name, Title & Telephone Number of Contact Person Concerning Data

Submitted on this Form: Renae Deaton 561 691-2839

2. Reporting Company:

FLORIDA POWER & LIGHT COMPANY

3. Plant Name:

R.W.SCHERER

5. Signature of Official Submitting Report: Zen Brockury

6. Date Completed:

29-Jun-18

Line No. (a)	Supplier Name (b)	Mine Location (c)	Purch. <u>Type</u> (d)	<u>Tons</u> (e)	FOB Mine Price (\$/Ton) (f)	Shorthaul & Loading Charges (\$/Ton) (g)	Original Invoice Price (\$/Ton) (h)	Retroactive Price Increase (\$/Ton) (i)	Base Price (\$/Ton)	Quality Adjustments (\$/Ton) (k)	Effective Purchase Price (\$/Ton)
(1)	CONTURA COAL SALES,	LI 19/WY/5	S	31,143.24		0.147		(=)		(0.351)	



FPSC Form No. 423-2(b)

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAILED TRANSPORTATION INVOICE INFORMATION

1. Reporting Month:

April

Year:

2018

Transport

Mode

(e)

UR

Tons (f)

31,143.24

4. Name, Title & Telephone Number of Contact Person Concerning Data Submitted on this Form: Renae Deaton

2. Reporting Company:

3. Plant Name:

Line

No.

(a)

(1)

Supplier Name

(b)

FLORIDA POWER & LIGHT COMPANY

Shipping

Point

R.W.SCHERER

Mine

Location

(c)

CONTURA COAL SALES 19/WY/5 EAGLE BUTTE, W

5. Signature of Official Submitting Report: 6. Date Completed: 29-Jun-18 Additional Effective Shorthaul Purchase & Loading Rail Rail Barge loading Barge Water Price Charges Rate Charges Rate Rate Charges Charges Charges (\$\frac{1}{2}\triangle Tron) (\$\frac{1}{2}\triangle		Submitte 561 691-	d on this Form: I 2839	Renae Deator		D	В					
Additional Rail Charges Waterborne Charges Total Effective Shorthaul Other River Trans- Ocean Other Other Transpor- Purchase & Loading Rail Rail Barge loading Barge Water Related tation Price Charges Rate Charges Rate Rate Charges Charges [\$/Ton] (\$/Ton) (\$/To		5. Signature	of Official Subr	nitting Report	· Ler	1 Drox	Kuray					
Effective Shorthaul Other River Trans- Ocean Other Other Transpor- Purchase & Loading Rail Rail Barge loading Barge Water Related tation Price Charges Rate Charges Rate Rate Charges Charges [\$/Ton] (\$/Ton)		6. Date Con	mpleted:	29-Jun-18	1		^					
Purchase & Loading Rail Rail Barge loading Barge Water Related tation Price Charges Rate Charges Rate Rate Charges Charges [\$/Ton] (\$/Ton) (\$			Additional	Rail Charg	es	Water	borne Charge	S			Total	
Price Charges Rate Rate Rate Charges Charges </td <td></td> <td>Effective</td> <td>Shorthaul</td> <td></td> <td>Other</td> <td>River</td> <td>Trans-</td> <td>Ocean</td> <td>Other</td> <td>Other</td> <td>Transpor-</td> <td>FOB</td>		Effective	Shorthaul		Other	River	Trans-	Ocean	Other	Other	Transpor-	FOB
\$ (\$/Ton) · (\$/Ton) (\$/Ton) (\$/Ton) (\$/Ton) (\$/Ton) (\$/Ton) (\$/Ton) (\$/Ton)		Purchase	& Loading	Rail	Rail	Barge	loading	Barge	Water	Related	tation	Plant
		Price	Charges	Rate	Charges	Rate	Rate	Rate	Charges	Charges	Charges	Price
	5	(\$/Ton)	(\$/Ton)	(\$/Ton)	(\$/Ton)	(\$/Ton)	(\$/Ton)	(\$/Ton)	(\$/Ton)	(\$/Ton)	(\$/Ton)	(\$/Ton)
			27722	474			(1)	(m)	(n)	(0)	(p)	(q)

38.936

FPSC FORM NO. 423-1 (a)

- 1. REPORTING MONTH: JUN YEAR: 2018
- 2. REPORTING COMPANY: FLORIDA POWER LIGHT COMPANY

MONTHLY REPORT OF COST AND QUALITY OF FUEL OIL FOR ELECTRIC PLANTS DETAIL OF INVOICE AND TRANSPORTATION CHARGES

- NAME, TITLE _TELEPHONE NUMBER OF CONTACT PERSON CONCERNING DATA SUBMITTED ON THIS FORM: RENAE DEATON, REGULATORY AFFAIRS, (561) 691-2839
- 4. SIGNATURE OF OFFICIAL SUBMITTING REPORT:

Sugar

5. DATE COMPLETED: 07/30/2018

(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(1)	(J)	(K)	(L)	(M)	(N)	(O)	(P)	(Q)	(R)	
LINE NO.	PLANT	SUPPLIER	DELIVERY LOCATION	DELIVERY DATE	TYPE OIL	VOLUME (BBLS)	INVOICE PRICE (\$/BBL)		DISCOUNT	(\$)					ADDITIONAL TRANS CHGS (\$/BBL)		DELIVERED PRICE (\$/BBL)	
1 POK		TOC		06/28/2018	F03	74311								0.0000)	_	94.1458	
2 POK		TOC		06/30/2018	F03	3452	9							0.0000)		91.6570	
3 PMR		INDIANTOWN		06/12/2018	PRO	16								0.0000	i.		74.0400	
4 PMT		SUBURBAN		06/10/2018	PRO	- 6								0.0000			62.5600	

EDITED COPY

FPSC Form No. 423-2

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS ORIGIN, TONNAGE, DELIVERED PRICE, AND AS RECEIVED QUALITY

1. Reporting Month:

May

Year:

2018

4. Name, Title & Telephone Number of Contact Person Concerning Data Submitted on this Form: Renae Deaton

561 691-2839

2. Reporting Company:

FLORIDA POWER & LIGHT COMPANY

3. Plant Name:

R.W.SCHERER

5. Signature of Official Submitting Report:

6. Date Completed:

06-Aug-18

Kin Brockung

Line <u>No.</u> (a)	Supplier Name (b)	Mine Location (c)	Purchase <u>Type</u> (d)	Transport <u>Mode</u> (e)	Tons (f)	Purchase Price (\$/Ton) (g)	Effective Transport Charges (\$/Ton) (h)	Total FOB Plant Price (\$/Ton) (i)	Sulfur Content (<u>%)</u> (j)	Btu Content (Btu/lb) (k)	Ash Content (%) (I)	Moisture Content (%) (m)
(1)	CONTURA COAL SALES, LL	19/WY/5	S	UR	34,865.95			38.923	0.42	8,303	4.65	30.46

REDACTED VERSION Page 3

EDITED COPY

FPSC Form No. 423-2(a)

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAILED PURCHASED COAL INVOICE INFORMATION

1. Reporting Month:

May

Year:

2018

4. Name, Title & Telephone Number of Contact Person Concerning Data Submitted on this Form: Renae Deaton

561 691-2839

Reporting Company:

FLORIDA POWER & LIGHT COMPANY

3. Plant Name:

R.W.SCHERER

5. Signature of Official Submitting Report: Yen British
6. Date Completed: 06-Aug-18

Line No. (a)	Supplier Name (b)	Mine Location (c)	Purch. Type (d)	<u>Tons</u> (e)	FOB Mine Price (\$/Ton) (f)	Shorthaul & Loading Charges (\$/Ton) (g)	Original Invoice Price (\$/Ton) (h)	Retroactive Price Increase (\$/Ton) (i)	Base Price (\$/Ton)	Quality Adjustments (\$/Ton) (k)	Effective Purchase Price (\$/Ton)
(1)	CONTURA COAL SALES,	LI 19/WY/5	S	34,865.95		0.147		-		(0.304)	

REDACTED VERSION Page 1



FPSC Form No. 423-2(b)

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAILED TRANSPORTATION INVOICE INFORMATION

1. Reporting Month:

May

Year:

2018

 Name, Title & Telephone Number of Contact Person Concerning Data Submitted on this Form: Renae Deaton

561 691-2839

Reporting Company:

FLORIDA POWER & LIGHT COMPANY

3. Plant Name:

R.W.SCHERER

5. Signature of Official Submitting Report:

6. Date Completed:

mitting Report: Chr Brockway
06-Aug-18

							Additional	Rail Char	ges	Water	borne Charge	s			Total	
Line No.	Supplier Name (b)	Mine Location (c)	Shipping Point (d)	Transport Mode (e)	Tons (f)	Effective Purchase Price (\$/Ton) (g)	Shorthaul & Loading Charges (\$/Ton) (h)	Rail Rate (\$/Ton)	Other Rail Charges (\$/Ton)	River Barge Rate (\$/Ton) (k)	Trans- loading Rate (\$/Ton)	Ocean Barge Rate (\$/Ton) (m)	Other Water Charges (\$/Ton) (n)	Other Related Charges (\$/Ton) (0)	Transpor- tation Charges (\$/Ton) (p)	FOB Plant Price (\$/Ton) (q)
(1)	CONTURA COAL SALES	19/WY/5	EAGLE BUTTE, W	UR	34,865.95	17.0	2.5 (*)	10.5	-	195		8 8	91.	5-0 9 2 0		38.923

REDACTED VERSION Page 2

EDITED COPY

Justification for Confidentiality for Florida Power & Light Company Report of April 2018:

FORM	LINE(S)	COLUMN	RATIONALE
423-1(a)	1-3	Н	(1)
423-1(a)	1-3	I	(2)
423-1(a)	1-3	J	(2), (3)
423-1(a)	1-3	K	(2)
423-1(a)	1-3	L	(2)
423-1(a)	1-3	M	(2), (4)
423-1(a)	1-3	N	(2), (5)
423-1(a)	1-3	P	(6), (7), (8)
423-1(a)	1-3	Q	(6), (7), (8)

Rationale for confidentiality:

(1) This information is contractual information which, if made public, "would impair the efforts of [FPL] to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat. The information delineates the price per barrel FPL has paid for fuel oil for specific shipments from specific suppliers. This information would allow suppliers to compare an individual supplier's price with the market quote for that date of delivery and thereby determine the contract pricing formula between FPL and that supplier.

Contract pricing formulas generally contain two components, which are: (1) a markup in the market quoted price for that day; and (2) a transportation charge for delivery at an FPL chosen port of delivery. Discounts and quality adjustment components of fuel price contract formulas are discussed in paragraphs 3 and 4. Disclosure of the invoice price would allow suppliers to determine the contract price formula of their competitors. The knowledge of others' prices (*i.e.*, contract formulas) among fuel oil suppliers is reasonably likely to cause the suppliers to converge on a target price, or to follow a price leader, effectively eliminating

any opportunity for a major buyer like FPL to obtain price concessions from any one supplier. The end result is reasonably likely to be increased fuel oil prices and therefore increased electric rates.

- (2) The contract data found in Columns I through N are an algebraic function of Column H. That is, the publication of these Columns together, or independently, could allow a supplier to derive the invoice price of oil.
- (3) If FPL fuel contracts provide for an early payment incentive in the form of a discount from the invoice price, the existence and amount of such discount is confidential for the reasons stated in paragraph (1) relative to price concessions.
- (4) For fuel that does not meet contract requirements, FPL may reject the shipment, or accept the shipment and apply a quality adjustment. The amount of the quality adjustment is, in effect, a pricing term which is as important as the price itself and is therefore confidential for the reasons stated in paragraph (1) relative to price concessions.
- (5) Column N is as important as H from a confidentiality standpoint because of the relatively few times that there are quality or discount adjustments. That is, Column N will equal Column H most of the time. Consequently, Column N needs to be protected for the same reasons as set forth in paragraph (1).
- (6) Column R is used to mask the delivered price of fuel such that the invoice or effective price of fuel cannot be determined. Columns P and Q are algebraic variables of Column R. Consequently, disclosure of Columns P and Q would allow a supplier to calculate the invoice or effective purchase price of oil (Columns H and N) by subtracting these columnar variables from Column R.
- (7) Terminaling and transportation services in Florida tend to have the same, if not more severe, oligopolistic attributes of fuel oil suppliers. Due to the small demand in Florida for both of these services, market entry is difficult. In instances in which FPL has attempted to determine the level of interest in bidding either or both of these services, FPL has found only a very few qualified parties with such an interest. Consequently, disclosure of these contract data is reasonably likely to result in increased prices for terminaling and transportation services.
- (8) Petroleum inspection services also have the market characteristics of an oligopoly. Due to the limited number of fuel terminal operations, there are correspondingly few requirements for fuel inspection services. In FPL's last bidding process for petroleum inspection services, only six qualified bidders were found for FPL's bid solicitations. Consequently, disclosure of these contract data is reasonably likely to result in increased prices for petroleum inspection services.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of March 2018:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2	1	G, H	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of March 2018

FORM	LINE(S)	COLUMNS	RATIONALE
423-2(a)	1	F, H, J, L	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of March:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2(b)	1	G, I, P	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of April 2018:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2	1	G, H	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of April 2018

FORM	LINE(S)	COLUMNS	RATIONALE
423-2(a)	1	F, H, J, L	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of April 2018:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2(b)	1	G, I, P	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for Florida Power & Light Company Report of June 2018:

FORM	LINE(S)	COLUMN	RATIONALE
423-1(a)	1-4	Н	(1)
423-1(a)	1-4	I	(2)
423-1(a)	1-4	J	(2), (3)
423-1(a)	1-4	K	(2)
423-1(a)	1-4	L	(2)
423-1(a)	1-4	M	(2), (4)
423-1(a)	1-4	N	(2), (5)
423-1(a)	1-4	P	(6), (7), (8)
423-1(a)	1-4	Q	(6), (7), (8)

Rationale for confidentiality:

(2) This information is contractual information which, if made public, "would impair the efforts of [FPL] to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat. The information delineates the price per barrel FPL has paid for fuel oil for specific shipments from specific suppliers. This information would allow suppliers to compare an individual supplier's price with the market quote for that date of delivery and thereby determine the contract pricing formula between FPL and that supplier.

Contract pricing formulas generally contain two components, which are: (1) a markup in the market quoted price for that day; and (2) a transportation charge for delivery at an FPL chosen port of delivery. Discounts and quality adjustment components of fuel price contract formulas are discussed in paragraphs 3 and 4. Disclosure of the invoice price would allow suppliers to determine the contract price formula of their competitors. The knowledge of others' prices (*i.e.*, contract formulas) among fuel oil suppliers is reasonably likely to cause the suppliers to converge on a target price, or to follow a price leader, effectively eliminating any opportunity for a major buyer like FPL to obtain price concessions from any one supplier. The end result is reasonably likely to be increased fuel oil prices and therefore increased electric rates.

- (2) The contract data found in Columns I through N are an algebraic function of Column H. That is, the publication of these Columns together, or independently, could allow a supplier to derive the invoice price of oil.
- (3) If FPL fuel contracts provide for an early payment incentive in the form of a discount from the invoice price, the existence and amount of such discount is confidential for the reasons stated in paragraph (1) relative to price concessions.
- (4) For fuel that does not meet contract requirements, FPL may reject the shipment, or accept the shipment and apply a quality adjustment. The amount of the quality adjustment is, in effect, a pricing term which is as important as the price itself and is therefore confidential for the reasons stated in paragraph (1) relative to price concessions.
- (5) Column N is as important as H from a confidentiality standpoint because of the relatively few times that there are quality or discount adjustments. That is, Column N will equal Column H most of the time. Consequently, Column N needs to be protected for the same reasons as set forth in paragraph (1).
- (6) Column R is used to mask the delivered price of fuel such that the invoice or effective price of fuel cannot be determined. Columns P and Q are algebraic variables of Column R. Consequently, disclosure of Columns P and Q would allow a supplier to calculate the invoice or effective purchase price of oil (Columns H and N) by subtracting these columnar variables from Column R.
- (9) Terminaling and transportation services in Florida tend to have the same, if not more severe, oligopolistic attributes of fuel oil suppliers. Due to the small demand in Florida for both of these services, market entry is difficult. In instances in which FPL has attempted to determine the level of interest in bidding either or both of these services, FPL has found only a very few qualified parties with such an interest. Consequently, disclosure of these contract data is reasonably likely to result in increased prices for terminaling and transportation services.
- (10) Petroleum inspection services also have the market characteristics of an oligopoly. Due to the limited number of fuel terminal operations, there are correspondingly few requirements for fuel inspection services. In FPL's last bidding process for petroleum inspection services, only six qualified bidders were found for FPL's bid solicitations. Consequently, disclosure of these contract data is reasonably likely to result in increased prices for petroleum inspection services.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of May 2018

FORM	LINE(S)	COLUMNS	RATIONALE
423-2	1	G, H	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of May2018:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2(a)	1	F, H, J, L	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of May 2018:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2(b)	1	G, I, P	(1)

Rationale for Confidentiality:

On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.