BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

factor

Docket No. 20190001-EI

Dated: March 21, 2019

DUKE ENERGY FLORIDA, LLC'S, NOTICE OF FILING VERIEFIED AFFIDAVIT IN SUPPORT OF DEF'S REQUEST FOR CONFIDENTIAL CLASSIFICATION

Duke Energy Florida, LLC, ("DEF") hereby gives notice of filing the verified affidavit of Jim McClay in support of DEF's Request for Confidential Classification filed on March 20, 2019 (document number 03243-2019), regarding DEF's Response to the Staff of the Florida Public Service Commission's First Set of Interrogatories (Nos. 1-8), via electronic mail to Suzanne S. Brownless, Special Counsel, Office of General Counsel, (sbrownle@psc.state.fl.us), this 21st day of March, 2019.

/s/ Matthew R. Bernier

DIANNE M. TRIPLETT

Deputy General Counsel Duke Energy Florida, LLC 299 First Avenue North St. Petersburg, FL 33701

St. Petersburg, FL 337 T: 727. 820.4692

F: 727.820.5041

E: <u>Dianne.Triplett@Duke-Energy.com</u>

MATTHEW R. BERNIER

Associate General Counsel Duke Energy Florida, LLC 106 E. College Avenue, Suite 800 Tallahassee, FL 32301

T: 850.521.1428

F: 727.820.5041

E: Matthew.Bernier@Duke-Energy.com

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished via electronic mail to the following this 21st day of March, 2019.

/s/ Matthew R. Bernier

Attorney

Suzanne Brownless / Johana Nieves Office of General Counsel FL Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 sbrownle@psc.state.fl.us inieves@psc.state.fl.us

James Beasley / J. Jeffry Wahlen Ausley McMullen P.O. Box 391 Tallahassee, FL 32302 jbeasley@ausley.com jwahlen@ausley.com

Steven Griffin Beggs & Lane P.O. Box 12950 Pensacola, FL 32591 srg@beggslane.com

Russell A. Badders Gulf Power Company One Energy Place Pensacola, FL 32520 russell.badders@nexteraenergy.com

Holly Henderson Gulf Power Company 215 S. Monroe St., Ste. 618 Tallahassee, FL 32301 holly henderson@nexteraenergy.com

Kenneth A. Hoffman Florida Power & Light Company 134 W. Jefferson Street Tallahassee, FL 32301-1713 ken hoffman@fpl.com

Jon C. Moyle, Jr. Moyle Law Firm, P.A. 118 North Gadsden Street Tallahassee, FL 32301

jmoyle@moylelaw.com; mqualls@moylelaw.com

J.R. Kelly / P. Christensen / T. David / S. Morse

Office of Public Counsel 111 W. Madison St., Room 812 Tallahassee, FL 32399-1400 kelly.jr@leg.state.fl.us

christensen.patty@leg.state.fl.us david.tad@leg.state.fl.us morse.stephanie@leg.state.fl.us

Ms. Paula K. Brown Regulatory Affairs Tampa Electric Company P.O. Box 111 Tampa, FL 33601-0111 regdept@tecoenergy.com

Maria Moncada / Joel Baker Florida Power & Light Company 700 Universe Blvd. (LAW/JB) Juno Beach, FL 33408-0420 maria.moncada@fpl.com joel.baker@fpl.com

James Brew / Laura Wynn Stone Law Firm 1025 Thomas Jefferson St., N.W., St. 800 West Washington, DC 20007 jbrew@smxblaw.com law@smxblaw.com

Robert Scheffel Wright / John T. LaVia, III c/o Gardner Law Firm 1300 Thomaswood Drive Tallahassee, FL 32308 schef@gbwlegal.com jlavia@gbwlegal.com

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

Beth Keating Gunster, Yoakley & Stewart, P.A. 215 South Monroe Street, Suite 601 Tallahassee, FL 32301 bkeating@gunster.com BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

performance incentive factor.

Docket No. 20190001-EI

Dated: March 21, 2019

AFFIDAVIT OF JIM MCCLAY IN SUPPORT OF DUKE ENERGY FLORIDA'S REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF NORTH CAROLINA

COUNTY OF MECKLENBURG

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

1. My name is Jim McClay. I am over the age of 18 years old and I have been authorized by Duke Energy Florida (hereinafter "DEF" or the "Company") to give this affidavit in the above-styled proceeding on DEF's behalf and in support of DEF's Request for Confidential Classification (the "Request"). The facts attested to in my affidavit are based upon my personal knowledge.

2. I am the Director of Trading in the Trading and Dispatch Section of the Fuels and Systems Optimization Department. This group is responsible for the hourly trading, financial hedging activities, oil procurement and natural gas procurement and scheduling needed to support the gas generation needs for the Duke Energy Indiana

- ("DEI"), Duke Energy Kentucky ("DEK"), Duke Energy Carolinas ("DEC"), Duke Energy Progress ("DEP"), and DEF.
- 3. As the Director of Trading, I am responsible, along with the other members of the section, for the management of the Southeast power trading, Midwest financial activities, oil procurement and natural gas group procurement, scheduling and hedging activities for the Duke Energy regulated generation fleet.
- 4. DEF is seeking confidential classification for certain responses to Staff's First Set of Interrogatories (Nos. 1-8), specifically questions 1, 3, 4, 5, and 6, submitted on March 20, 2019. The confidential information at issue is contained in confidential Exhibit A to DEF's Request and is outlined in DEF's Justification Matrix that is attached to DEF's Request as Exhibit C. DEF is requesting confidential classification of this information because it contains sensitive business information, the disclosure of which would impair the Company's efforts to contract for goods or services on favorable terms.
- 5. DEF negotiates with potential fuel suppliers to obtain competitive contracts for fuel options that provide economic value to DEF and its customers. In order to obtain such contracts, however, DEF must be able to assure fuel suppliers that sensitive business information, such as bid evaluations, pricing, and quantities of fuel, will be kept confidential. With respect to the information at issue in this Request, DEF has kept confidential and has not publicly disclosed confidential information pertaining to the RFP bid evaluations for coal, natural gas, natural gas storage, and light oil. Absent such measures, suppliers would run the risk that sensitive business information that they provided in their bids/contracts with DEF would be made available to the public and, as a result, end up in possession of potential competitors. Faced with that risk, persons or

companies who otherwise would contract with DEF might decide not to do so if DEF did not keep specific information confidential. Without DEF's measures to maintain the confidentiality of sensitive terms in contracts between DEF and fuel suppliers, the Company's efforts to obtain competitive fuel supply contracts could be undermined.

- 6. Additionally, the disclosure of confidential information in the RFP bid evaluations, could adversely impact DEF's competitive business interests. If such information was disclosed to DEF's competitors, DEF's efforts to obtain competitive fuel supply options that provide economic value to both DEF and its customers could be compromised by DEF's competitors changing their consumption or purchasing behavior within the relevant markets.
- 7. Upon receipt of confidential information from fuel suppliers, 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, and restricting the number of, and access to the information and contracts. At no time since receiving the contracts and information in question has the Company publicly disclosed that information. The Company has treated and continues to treat the information and contracts at issue as confidential.
 - 8. This concludes my affidavit.

Further affiant sayeth not.

Dated the 21 day of March, 2019.

(Signature) Jim McClay Director - Trading Fuels and System Optimizing Department Duke Energy 526 South Church Charlotte, NC 28202

	NSTRUMENT was sworn to and subscribed before me im McClay. He is personally known to me, or has prod	
his	driver's license, or his	_ as
identification.		
	*	
	Mary B Vicknair	
	(Signature) Mary & Vicknair	
(AFFIX NOTARIAL SEAL)	NOTARY PUBLIC, STATE OF NC	

MARY B VICKNAIR
NOTARY PUBLIC
Davie County
North Carolina
My Commission Expires Sept. 21, 2022

(Serial Number, If Any)

(Commission Expiration Date)