# ORIGINAL

## HFOFWED-FPSC BEFORE THE FLORIDA PUBLIC SERVICE COMMISSIO

03 JUL 20 PM 2: 22

In re: Petition for rate increase by Progress Energy Florida, Inc.

COMMISSION CLERK Docket No. 050078-EI Submitted for filing July 20, 2005

#### **PROGRESS ENERGY FLORIDA'S NINTH REQUEST** FOR CONFIDENTIAL CLASSIFICATION

Progress Energy Florida ("PEF" or the "Company"), pursuant to Section 366.093, Fla. Stats., and Rule 25-22.006, Florida Administrative Code, files this Ninth Request for Confidential Classification for confidential portions of documents produced to Staff as part of PEF's Rate Case Audit, Audit Control No. 05-125-2-1. On June 30, 2005, Staff informed PEF by letter that certain workpapers would be held in a Temporary Confidential Status until the filing of a request for confidential classification. PEF files this Ninth Request for Confidential Classification within the twenty-one day period set out in Rule 25-22.006, Florida Administrative Code. Specifically, portions of the workpapers at issue contain confidential notes regarding PEF's audits, information related to PEF's transactions with non-regulated businesses, and summaries of board minutes regarding PEF's projected dividends and internal business plans, and, thereby, the disclosure of such sensitive business information to the public would adversely impact PEF's competitive business interest. Accordingly, PEF hereby submits the following. OTH COM

> DOCUMENT NUMBER-DATE 06935 JUL 20 8

FPSC-COMMISSION OF FOR

CMP

COM

CTR

ECR

GCL

OPC

MMS

RCA

SCR

SEC

### **Basis for Confidential Classification**

Subsection 366.093(1), Florida Statutes, provides that "any records received by the Commission which are shown and found by the Commission to be proprietary confidential business information shall be kept confidential and shall be exempt from [the Public Records Act]." §366.093(1), Fla. Stats. Proprietary confidential business information means information that is (i) intended to be and is treated as private confidential information by the Company, (ii) because disclosure of the information would cause harm, (iii) either to the Company's ratepayers or the Company's business operation, and (iv) the information has not been voluntarily disclosed to the public. §366.093(3), <u>Fla. Stats</u>. Specifically, "information relating to competitive interests" is defined as proprietary confidential business information if the disclosure of such information "would impair the competitive business of the provider of the information." §366.093(3)(e), <u>Fla. Stats</u>.

The aforementioned workpapers produced to Staff should be afforded confidential treatment because portions of these workpapers contain confidential information relating to PEF's competitive interests that, if disclosed to the public, would adversely impact PEF's competitive business interests. Furthermore, public disclosure of the information in question (such as PEF's confidential transactions with non-regulated businesses and internal business plans) would compromise PEF's competitive business interests by disclosing sensitive business information.

## Workpapers 9-1 and 9-3 (Bates ranges PEF-RC-030169 through PEF-RC-030173)

Portions of workpapers 9-1 and 9-3, Bates ranges PEF-RC-030169 through PEF-RC-030173, should be afforded confidential treatment for the reasons set forth in the

Affidavit of Javier Portuondo filed in support of PEF's Ninth Request for Confidential Classification and for the following reasons. Portions of these workpapers contain confidential notes and information regarding PEF's audits and, thereby, the disclosure of such sensitive business information to the public would adversely impact PEF's competitive business interest. See Affidavit of Javier Portuondo at 5. Specifically, if other third parties were made aware of PEF's confidential audit information, they may adjust their position in the marketplace to PEF's detriment. Id.

#### Workpapers 10-22 (Bates ranges PEF-RC-030174 through PEF-RC-030176)

Portions of workpapers 10-22, Bates ranges PEF-RC-030174 through PEF-RC-030176, should be afforded confidential treatment for the reasons set forth in the Affidavit of Javier Portuondo filed in support of PEF's Ninth Request for Confidential Classification and for the following reasons. Specifically, portions of these workpapers contain confidential details regarding non-regulated services PEF provides to various entities, and thereby, the disclosure of such sensitive business information to the public would adversely impact PEF's competitive business interest. If PEF's suppliers or competitors were made aware of PEF's non-regulated transactions with these entities, they may adjust their behavior in the market place with respect to activity such as pricing and the acquisition and provision of non-regulated goods, materials, and services. See Affidavit of Javier Portuondo at 6. Specifically, PEF's suppliers and providers may decrease supply of such equipment or materials, and/or increase the cost and prices of such goods. Id.

### <u>Workpapers related to PEF Board Minutes (Bates ranges PEF-RC-030177</u> <u>through PEF-RC-030183)</u>

Portions of the workpapers related to PEF's board minutes, Bates ranges PEF-RC-030177 through PEF-RC-030183, should be afforded confidential treatment for the reasons set forth in the Affidavit of Javier Portuondo filed in support of PEF's Ninth Request for Confidential Classification and for the following reasons. Portions of these workpapers contain confidential information, such as PEF's expected dividends and internal business plans, the disclosure of which may impair PEF's competitive business interests. <u>See</u> Affidavit of Javier Portuondo at 7. Specifically, if investors were made aware of PEF's projected dividends, they may adjustment their investment behavior, which could have an effect on investment in the Company, potentially impairing PEF's position in the market. <u>Id.</u> Additionally, if PEF's suppliers or competitors were made aware of PEF's internal business plans or strategies, they may adjust their behavior in the market place with respect to activity such as pricing, and the acquisition and provision of goods, materials, and services.

Strict procedures are established and followed to maintain the confidentiality of the terms of the confidential documents and information at issue, 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 documents. See Affidavit of Javier Portuondo at 8. At no time has the Company publicly disclosed the confidential information or documents at issue. Id. The Company has treated and continues to treat the information and documents at issue as confidential. Id.

#### **Conclusion**

Certain portions of the responses to the interrogatories and requests for production sought by Staff and the Florida Retail Federation fit the statutory definition of proprietary confidential business information under Section 366.093 and Rule 25-22.006, Florida Administrative Code, and that information should be afforded confidential classification. In support of this motion, PEF has enclosed the following:

(1). A separate, sealed envelope containing one copy of the confidential Appendix A to PEF's Request for Confidential Classification for which PEF intends to request confidential classification with the appropriate section, pages, or lines containing the confidential information highlighted. This information should be accorded confidential treatment pending a decision on PEF's request by the Florida Public Service Commission;

(2). Two copies of the confidential responses with the information for which PEF intends to request confidential classification redacted by section, page, or lines where appropriate as Appendix B; and

(3). A justification matrix supporting PEF's request for confidential classification of the highlighted information contained in confidential Appendix A, as Appendix C.

WHEREFORE, PEF respectfully requests that the workpapers produced to Staff in PEF's Rate Case Audit, specifically bearing Bates ranges PEF-RC-030169 through PEF-RC-030183, be classified as confidential for the reasons set forth above.

Respectfully submitted this 20th day of July, 2005.

R. ALEXANDER GLENN Deputy General Counsel – Florida PROGRESS ENERGY SERVICE COMPANY, LLC 100 Central Avenue, Ste. 1D St. Petersburg, FL 33701 Telephone: (727) 820-5587 Facsimile: (727) 820-5519

annem. hiptell

GARY L. SASSO Florida Bar No. 622575 JAMES MICHAEL WALLS Florida Bar No. 0706272 JOHN T. BURNETT Florida Bar No. 173304 DIANNE M. TRIPLETT Florida Bar No. 0872431 CARLTON FIELDS, P.A. Post Office Box 3239 Tampa, FL 33601-3239 Telephone: (813) 223-7000 Facsimile: (813) 229-4133

## **CERTIFICATE OF SERVICE**

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

furnished electronically and via U.S. Mail this  $20^{4}$  day of July, 2005 to all counsel of

record as indicated below.

Sanni M. Triplets

Attorney

Jennifer Brubaker	John W. McWhirter, Jr.
Felicia Banks	McWhirter, Reeves, Davidson, Kaufman
Jennifer Rodan	& Arnold, P.A.
Office of the General Counsel	400 North Tampa Street, Ste. 2450
Florida Public Service Commission	Tampa, FL 33601-3350
2540 Shumard Oak Boulevard	-and-
Tallahassee, FL 32399-0850	Timothy J. Perry
	McWhirter, Reeves, Davidson, Kaufman
C. Everett Boyd, Jr.	& Arnold, P.A.
Sutherland Asbill & Brennan LLP	117 South Gadsden Street
2282 Killearn Center Blvd.	Tallahassee, FL 32301
Tallahassee, FL 32309	Counsel for Florida Industrial Power
-and-	Users Group
James M. Bushee	1
Daniel E. Frank	Robert Scheffel Wright,
Andrew K. Soto	John T. LaVia, III,
Sutherland Asbill & Brennan LLP	Landers & Parsons, P.A.
1275 Pennsylvania Avenue, N.W.	310 West College Avenue (ZIP 32301)
Washington, DC 20004-2415	Post Office Box 271
-and-	Tallahassee, Florida 32302
Richard A. Zambo	Counsel for Florida Retail Federation
Richard A. Zambo, P.A.	
2336 S.E. Ocean Blvd., #309	Harold McLean
Stuart, FL 34996	Office of the Public Counsel
-and-	c/o The Florida Legislature
Karin S. Torain	111 W. Madison Street, Room 812
PCS Administration, (USA), Inc.	Tallahassee, FL 32399-1400
Suite 400	
Skokie blvd.	Mike B. Twomey
Northbrook, IL 60062	P.O. Box 5256
Counsel for White Springs	Tallahassee, FL 32314-5256
	Counsel for AARP
Alan R. Jenkins	
McKenna Long & Aldridge LLP	

One Peachtree Center	
303 Peachtree Street, Suite 5300	
Atlanta, Georgia 30308	
Counsel for the Commercial Group	

.