BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

Docket No. 080001-EI

Dated: August 4, 2008



PROGRESS ENERGY FLORIDA INC.'S <u>REQUEST FOR CONFIDENTIAL CLASSIFICATION</u>

Progress Energy Florida, Inc., ("PEF" or "Company"), pursuant to Section 366.093, Florida Statutes (F.S.), and Rule 25-22.006, Florida Administrative Code (F.A.C.), submits this Request for Confidential Classification for certain information provided in Exhibit MO-1 to the direct testimony of PEF witness Marcia Olivier dated August 4, 2008, specifically Part 2 – Capacity Cost Recovery Calculations for 2008, Page 2 of 2. In support of this Request, PEF states:

- Exhibit MO-1, Part 2 Capacity Cost Recovery Calculations for 2008, Page 2 of 2 contains information that is "proprietary business information" under Section 366.093(3), Florida Statutes.
 - 2. The following exhibits are included with this request:
 - (a) Composite Exhibit A is a package containing unredacted copies of all

	the documents for which PEF seeks confidential treatment. Composite Exhibit A is being submitted	
	separately in a sealed envelope labeled "CONFIDENTIAL." In the unredacted versions, the	
	information asserted to be confidential is highlighted by yellow marker.	
RCP	(b) Composite Exhibit B is a package containing two copies of redacted versions	
SGA _	of the documents for which the Company requests confidential classification. The specific	
ADM	DOCUMENT NUMBER-DATE	
	06799 AUG-48	

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information for which confidential treatment is requested has been blocked out by opaque marker or other means.

(c) Exhibit C is a table which identifies by page and line the information for which PEF seeks confidential classification and the specific statutory bases for seeking confidential treatment.

3. As indicated in Exhibit C, the information for which PEF requests

confidential classification is "proprietary confidential business information" within the meaning of Section 366.093(3), F.S. Specifically, the highlighted information provides the number of megawatts for each purchase or sale. In combination with other non-confidential cost data provided in the exhibit, this information could be used to determine the capacity charges for each contract. Affidavit of Marcia Olivier at ¶ 5. Disclosure of this information would enable wholesale providers to determine the prices of their competitors, which could result in greater price convergence in future negotiations. Affidavit of Marcia Olivier at ¶ 5. Suppliers would no longer need to make their best offers to ensure the competitiveness of their prices against the disclosed prices. Affidavit of Marcia Olivier at ¶ 5. Instead, suppliers could simply offer the highest prices that would allow them to maintain a marginally competitive position against the disclosed prices. Affidavit of Marcia Olivier at ¶ 5. As such, disclosure of the information would impair the Company's efforts to contract for goods or services on favorable terms. See § 366.093(3)(d), F.S.; Affidavit of Marcia Olivier at ¶ 5. Additionally, if the information at issue was disclosed to PEF's competitors, PEF's efforts to obtain competitive energy supply that provides economic value to both PEF and its ratepayers could be compromised by PEF's competitors changing their consumption or purchasing behavior within the relevant markets. Id. § 366.093(3)(e); Affidavit of Marcia Olivier at ¶ 6. Accordingly, such

information constitutes "proprietary confidential business information" which is exempt from disclosure under the Public Records Act pursuant to Section 366.093(1), F.S.

4. The information identified as Exhibit "A" is intended to be and is treated as confidential by the Company. Affidavit of Marcia Olivier at \P 7. The information has not been disclosed to the public, and the Company has treated and continues to treat the information and contracts at issue as confidential. Affidavit of Marcia Olivier at \P 7.

5. PEF requests that the information identified in Exhibit A be classified as "proprietary confidential business information" within the meaning of section 366.093(3), F.S., that the information remain confidential for a period of at least 18 months as provided in section 366.093(4) F.S., and that the information be returned as soon as it is no longer necessary for the Commission to conduct its business.

WHEREFORE, for the foregoing reasons, PEF respectfully requests that this Request for Confidential Classification be granted.

RESPECTFULLY SUBMITTED this $\underline{4^{1}}$ day of August, 2008.

Burnett, ms

R. ALEXANDER GLENN General Counsel - Florida JOHN T. BURNETT Associate General Counsel - Florida Progress Energy Service Company, LLC Post Office Box 14042 St. Petersburg, Florida 33733-4042 Telephone: 727-820-5184 Facsimile: 727-820-5249 Email: john.burnett@pgnmail.com

Attorneys for PROGRESS ENERGY FLORIDA, INC.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of Progress Energy Florida, Inc.'s Request for Confidential Classification relating to Exhibit MO-1 to the Direct Testimony of Marcia Olivier in Docket No. 080001-EI has been furnished by regular U.S. mail (* via hand delivery) to the following this 4^{+4} day of August, 2008.

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STATE OF FLORIDA



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ACKNOWLEDGEMENT

DATE: August 4, 2008

TO: John Burnett, Progress Energy

FROM: **Ruth Nettles, Office of Commission Clerk**

RE: Acknowledgement of Receipt of Confidential Filing

This will acknowledge receipt of a CONFIDENTIAL DOCUMENT filed in Docket Number 080001 or. if filed in an undocketed matter, concerning certain information provided in Exhibit MO-1 to direct testimony of witness Marcia Olivier, specifically Part 2 - Capacity Cost Recovery Calculations for 2008, Page 2 of 2, and filed on behalf of Gulf Power Company. The document will be maintained in locked storage.

If you have any questions regarding this document, please contact Marguerite Leckard JOCUMENT NUMBER-AUG Deputy Clerk, at (850) 413-6770.

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