BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition of Duke Energy Florida, Inc., to Modify Scope of Existing Environmental Compliance Program.



DUKE ENERGY FLORIDA, INC.'S REQUEST FOR CONFIDENTIAL CLASSIFICATION

Duke Energy Florida, Inc. ("DEF" 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 contained in DEF's Crystal River South (Units 1 and 2) Environmental Compliance Study ("Compliance Study"). In support of this Request, DEF states:

 The Compliance Study contains "proprietary business information" under Section 366.093(3), Florida Statutes.

2. The following exhibits are included with this request:

(a) Sealed Composite Exhibit A is a package containing an unredacted copy of the Compliance Study for which DEF seeks confidential treatment. Composite Exhibit A is being submitted separately in a sealed envelope labeled "CONFIDENTIAL." In the unredacted version, the information asserted to be confidential is highlighted in yellow.

specific 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 DEF seeks confidential classification and the specific statutory bases for seeking confidential treatment.

(d) Exhibit D is an affidavit attesting to the confidential nature of information identified in this request.

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

confidential classification is "proprietary confidential business information" within the meaning of Section 366.093(3), F.S. Specifically, the Compliance Report contains information that relates to sensitive business information, such as internal budget amounts for specific portions of the Crystal River South Environmental Compliance Plan for which the Company has yet to enter contracts. Public disclosure of this information would impair the Company's efforts to negotiate contracts on favorable terms. *See* § 366.093(3)(d), F.S.; Affidavit of Jeffrey R. Swartz at ¶ 5. Furthermore, the information at issue relates to the competitive interests of DEF, the disclosure of which would impair DEF's competitive business. *See* § 366.093(3)(e), F.S.; Affidavit of Jeffrey R. Swartz 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. See Affidavit of Jeffrey R. Swartz at ¶ 7. The confidential information contained in the Compliance Study has not been disclosed to the public, and the

Company has treated and continues to treat the information at issue as confidential. See Affidavit of Jeffrey R. Swartz at \P 7.

5. DEF 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, DEF respectfully requests that this Request for Confidential Classification be granted.

RESPECTFULLY SUBMITTED this day of February, 2014.

DIANNE M. TRIPLETT Associate General Counsel MATTHEW R. BERNIER Senior Counsel Duke Energy Florida, Inc. 299 1st Avenue North St. Petersburg, Florida 33733-4042 Telephone: 727-820-4692 Facsimile: 727-820-5249 Email: <u>dianne.triplett@duke-energy.com</u> Email: <u>matthew.bernier@duke-energy.com</u> Attorneys for DUKE ENERGY FLORIDA, INC.

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 10th/day of February, 2014.

es Attorney

Charles Murphy, Esq. Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 <u>cmurphy@psc.state.fl.us</u> Gary V. Perko Hopping Green & Sams P.O. Box 6526 Tallahassee, FL 32314 gperko@hgslaw.com

REDACTED

Exhibit A (Compliance Study)

"CONFIDENTIAL"

Ohis page does not include confidential information. Exh A (the actual confidential moterials) were filed Separately. SholiH

REDACTED

Exhibit B (Compliance Study)

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REDACTED



REDACTED



Figure 5-1. Proposed Boiler and Emission Control Systems Configuration

Plant Systems: Additional plant systems projects have been incorporated in the compliance plan to ensure that performance of the fuel handling systems, boiler systems, related combustion systems and plant controls support the operating configurations required for compliance. The projected costs for the planned projects is included below in Table 5.1, and a current list of these planned projects is included in Appendix B. The project planning process and additional performance analysis and testing may also reveal additional projects or adjustments to the current planned projects that are required to ensure compliance.

Table 5-1. CR South Compliance Projects Summary



PROJECT TIMELINES

Implementation schedules are being developed for each of the projects, based on planned unit outages and material procurement. The implementation schedules will also accommodate additional operational testing and system tuning to ensure that plant performance meets the new compliance limits.

CR South Environmental Compliance Study Strategic Engineering [Addendum December 2013]



B CR South Compliance Projects Summary

The following list summarizes the CR South compliance projects and preliminary cost estimates for the limited continued period of operations. The specific projects and cost estimates have been updated since the original planning analysis was performed, so there are some differences, but the overall project costs and performance estimates are similar and are still reasonable for planning purposes. Project cost estimates will be updated as the projects develop and are subject to change as scope and timing are refined.

	Total Project Cost: (\$ Million)
Reagent Systems	
Dry Sorbent Injection (DSI) Systems Projects	
Activated Carbon Injection (ACI) Systems Projects	
ESP Projects	
Flue Gas Redistribution	
High Frequency Power Supplies	
Hopper High Level Indicators & Hopper Vibrators	
High Voltage Rapper Connections Project	and the second second
Rapper Testing, Adjustments and Optimization	N. Intelligence
Additional Flow Baffles	
Recommission Last 3 Fields of CR2 Old A/B ESP	
Precipitator Ash Conditioning (Secondary)	
Plant Systems Compliance Projects	
CO Monitors	
Economizer Soot Cleaning (Secondary)	
Combustion Optimization Project	and the second se
ID Fan Flue Gas Flow Bias Project	
Plant Controls for ESP Data Acquisition	
Appendix K Sorbent Trap Systems	
PM CEMS for Particulate Monitoring	
Unspecified Plant Projects	
Fuel & Ash Handling Systems	
CR South Testing and Regulatory Support	
MATS Related Plant Testing (ECRC)	
MATS Compliance Procedure & CEMS Software	
MATS Work Practice Standards	
CR South Compliance Projects Summary	Total Project Costs (\$ Million)
Reagent Systems	\$
ESP Projects	\$
Plant Systems Compliance Projects	\$
CR South Testing and Regulatory Support	\$
Total	\$ 28.0

REDACTED

Exhibit C

DUKE ENERGY FLORIDA Confidentiality Justification Matrix

DOCUMENT/RESPONSES	PAGE/LINE	JUSTIFICATION
DEF's Crystal River South		§366.093(3)(d), F.S.
(Units 1 and 2)	Page 18: breakdown of the	The document in question
Environmental Compliance	Total Project Costs into	contains confidential
Study	component parts	information, the disclosure of
	(confidential portion) of the	which would impair DEF's
	Compliance Projects	efforts to contract for goods or
	Summary.	services on favorable terms.
	Page 21: Itemized	§366.093(3)(e), F.S.
	breakdown of component parts of total project cost estimates (confidential portion).	The document in question contains confidential information relating to competitive business interests, the disclosure of which would impair the competitive business of the provider/owner of the information.

Exhibit D

AFFIDAVIT OF JEFFREY R. SWARTZ

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition of Duke Energy Florida, Inc. to Modify Scope of Existing Environmental Compliance Program Docket No. 130301-EI

Dated: February 10, 2014

AFFIDAVIT OF JEFFREY R. SWARTZ IN SUPPORT OF DUKE ENERGY FLORIDA'S REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF FLORIDA

COUNTY OF PINELLAS

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

1. My name is Jeffrey R. Swartz. I am over the age of 18 years old and I have been authorized by Duke Energy Florida, Inc. (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 facts attested to in my affidavit are based upon my personal knowledge.

2. I am the Vice President of Power Generation Operations Florida within the Power Generation Operations Department. This department is responsible for operating and maintaining DEF's non-nuclear generation fleet.

3. As the Vice President of Power Generation Operations Florida, I am responsible, along with the other members of the section, for developing and implementing strategic and tactical plans to operate and maintain DEF's non-nuclear

generation fleet; recommending projects and additions to the generation fleet; major maintenance programs; outage and project management; recommending retirement of generation facilities; asset allocation; workforce planning and staffing; organizational alignment and design; continuous business improvements; retention and inclusion; succession planning; overseeing hundreds of employees and hundreds of millions of dollars in assets and capital and operating budgets.

4. DEF is seeking confidential classification for portions of its Responses to Staff's First Data Request (Nos. 1-33), specifically, for project cost information contained in DEF's Crystal River South (Units 1 and 2) Environmental Compliance Study ("Compliance Study"). A detailed description of the confidential information at issue is contained in confidential Revised Exhibit A to DEF's Request for Confidential Classification and is outlined in DEF's Justification Matrix that is attached to DEF's Request for Confidential Classification as Exhibit C. DEF is requesting confidential classification of this information because it contains competitive confidential 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 suppliers to obtain competitive contracts for goods and services that provide economic value and system reliability to DEF and its customers. In order to obtain such contracts, however, DEF must be able to keep confidential DEF's projected budget information. With respect to the information at issue in this Request, DEF has kept confidential and has not publicly disclosed the confidential budget information. Absent such measures, suppliers, vendors, and other parties with whom DEF would seek to contract would be able to adjust their bids to artificially comport with the Company's budget.

6. Thus, the disclosure of the confidential information in DEF's Compliance Study could adversely impact DEF's competitive business interests by negatively impacting DEF's ability to secure contracts on favorable terms to the detriment of the Company and its customers.

7. Upon receipt of confidential information, 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 or contracts. 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.

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Dated the ______ day of February, 2014.

Jeffrey R. Swartz

Vice President-Power Generation Operations FL Duke Energy Florida 299 1st Avenue North St. Petersburg, FL 33701

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this 7th day of February, 2014 by Jeffrey R. Swartz. He is personally known to me, or has produced his ______ driver's license, or his ______ as identification.

RENE' T. MEADE Expires October 22, 2017 anded Thru Troy Fain Insurance 800-385-701

(AFFIX NOTARIAL SEAL)

Rene' Imeade (Signature)

Rene' T. Meade

(Printed Name) NOTARY PUBLIC, STATE OF FLORIDA

OCT. 22, 2017 (Commission Expiration Date)

FF 030607

(Scrial Number, If Any)