

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: NUCLEAR POWER PLANT
COST RECOVERY CLAUSE

Docket No. 140009-EI
Submitted for Filing: March 3, 2014

DUKE ENERGY FLORIDA, INC.'S NOTICE OF FILING

Duke Energy Florida, Inc. ("DEF" or the "Company"), hereby gives notice of filing the Affidavits of Christopher M. Fallon and Michael R. Delowery in Support of Duke Energy Florida, Inc.'s First Request for Confidential Classification Regarding Portions of the Testimonies and Exhibits Filed as Part of the Company's March 3, 2014 True-Up Filing.

Respectfully submitted this 3rd day of March, 2014.

John T. Burnett
Deputy General Counsel
Dianne M. Triplett
Associate General Counsel
DUKE ENERGY FLORIDA, INC.
Post Office Box 14042
St. Petersburg, FL 33733-4042
Telephone: (727) 820-5587
Facsimile: (727) 820-5519


James Michael Walls
Florida Bar No. 0706242
Blaise N. Gamba
Florida Bar No. 0027942
CARLTON FIELDS JORDEN BURT, P.A.
Post Office Box 3239
Tampa, FL 33601-3239
Telephone: (813) 223-7000
Facsimile: (813) 229-4133

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COMMISSION
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CERTIFICATE OF SERVICE

I HEREBY CERTIFY a true and correct copy of the foregoing has been furnished to counsel and parties of record as indicated below via electronic and U.S. mail this 3rd day of March, 2014.



Attorney

Michael Lawson
Keino Young
Florida Public Service Commission Staff
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850
Phone: (850) 413-6199
Facsimile: (850) 413-6184
Email: mlawson@psc.state.fl.us
kyoung@psc.state.fl.us

Charles Rehwinkel
Deputy Public Counsel
Erik Sayler
Associate Public Counsel
Office of Public Counsel
c/o The Florida Legislature
111 West Madison Street, Room 812
Tallahassee, FL 32399-1400
Phone: (850) 488-9330
Email: rehwinkel.charles@leg.state.fl.us
Sayler.erik@leg.state.fl.us

Jon C. Moyle, Jr.
Moyle Law Firm
118 North Gadsden Street
Tallahassee, FL 32301
Phone: (850) 681-3828
Fax: (850) 681-8788
Email: jmoyle@moylelaw.com

James W. Brew
F. Alvin Taylor
Brickfield Burchette Ritts & Stone, PC
1025 Thomas Jefferson St NW
8th FL West Tower
Washington, DC 20007-5201
Phone: (202) 342-0800
Fax: (202) 342-0807
Email: jbrew@bbrslaw.com
ataylor@bbrslaw.com

Robert Scheffel Wright
John T. LaVia, III
Gardner Bist Wiener Wadsworth Bowden
Bush Dee LaVia & Wright, P.A.
1300 Thomaswood Drive
Tallahassee, FL 32308
Phone: (850) 385-0070
Email: Schef@gbwlegal.com
Jlavia@gbwlegal.com

Matthew R. Bernier
Mr. Paul Lewis, Jr.
Duke Energy Florida, Inc.
106 East College Avenue, Ste. 800
Tallahassee, FL 32301-7740
Phone: (850) 222-8738
Facsimile: (850) 222-9768
Email: matthew.bernier@duke-energy.com
paul.lewisjr@duke-energy.com

Bryan S. Anderson
Jessica Cano
Florida Power & Light Company
700 Universe Blvd.
Juno Beach, FL 33408-0420
Phone: (561) 304-5253
Facsimile: (561) 691-7135
Email: bryan.anderson@fpl.com
Jessica.cano@fpl.com

Kenneth Hoffman
Florida Power & Light Company
215 South Monroe Street, Ste. 810
Tallahassee, FL 32301-1858
Phone: (850) 521-3919
Facsimile: (850) 521-3939
Email: Ken.hoffman@fpl.com

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Nuclear Cost Recovery Clause

Docket No. 140009-EI
Submitted for Filing: March 3, 2014

**AFFIDAVIT OF CHRISTOPHER M. FALLON IN SUPPORT OF DUKE ENERGY
FLORIDA, INC.'S FIRST REQUEST FOR CONFIDENTIAL CLASSIFICATION
REGARDING PORTIONS OF THE TESTIMONIES AND EXHIBITS FILED AS PART OF
THE COMPANY'S MARCH 3, 2014 TRUE-UP FILING**

STATE OF NORTH CAROLINA

COUNTY OF MECKLENBURG

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

1. My name is Christopher M. Fallon. I am employed by Duke Energy Corporation ("Duke Energy") in the capacity of Vice President of Nuclear Development. I am over the age of 18 years old and I have been authorized to give this affidavit in the above-styled proceeding on Duke Energy Florida's ("DEF" or the "Company") behalf and in support of DEF's First Request for Confidential Classification Regarding Portions of the Testimonies and Exhibits filed as Part of the Company's March 3, 2014 True-up Filing (the "Request"). The facts attested to in my affidavit are based upon my personal knowledge.

2. DEF is seeking confidential classification of the following materials filed with the Florida Public Service Commission ("FPSC" or the "Commission") in this above referenced docket: (1) portions of the testimony of Mr. Thomas G. Foster and Exhibit No. __ (TGF-1) and Exhibit No. __ (TGF-2), and (2) portions of my testimony and Exhibit Nos. __ (CMF-1), (CMF-2), (CMF-3), (CMF-4), (CMF-5), and (CMF-6).

3. Unredacted versions of the testimonies and exhibits at issue are contained in confidential Appendix A to DEF's Request and the confidential portions thereof are outlined in DEF's Justification Matrix that is attached to DEF's Request as Appendix C.

4. DEF is requesting confidential classification of the portions of the testimonies and exhibits of Mr. Foster that contain confidential capital costs numbers and contractual information regarding the purchase of goods and services for the Levy Nuclear Project ("LNP"), the disclosure of which would compromise DEF's competitive business interests or violate contractual confidentiality provisions.

5. DEF is also requesting confidential classification of the portions of my testimony and Exhibit No. __ (CMF-1) that contain competitively sensitive capital cost numbers under the terms and conditions of the Engineering, Procurement, and Construction contract ("EPC Agreement") with Westinghouse Corporation and Stone & Webster, Inc. (the "Consortium").

6. Additionally, DEF is requesting confidentiality classification of Exhibits CMF-2, CMF-3, CMF-4, CMF-5 and CMF-6 because these exhibits contain highly confidential settlement information between the DEF, the Consortium and its vendors regarding the disposition of long lead time equipment ("LLE") for the LNP. This information would adversely impact DEF's competitive business interests, and ongoing LLE disposition process and negotiations with Westinghouse regarding wind down of the EPC Agreement, if disclosed to third parties.

7. Moreover, the Company must be able to assure these vendors that sensitive business information will be kept confidential during negotiations. Indeed, most of the contracts at issue contain confidentiality provisions that prohibit the disclosure of the terms of the contract to third parties. If third parties were made aware of confidential contractual terms that the Company has with other parties, they may offer DEF less competitive terms in future contractual negotiations. Additionally, revealing LLE disposition terms to third parties may compromise DEF's ability to negotiate additional LLE dispositions on a favorable basis. Without DEF's

measures to maintain the confidentiality of sensitive terms in contracts between DEF and these nuclear contractors, the Company's efforts to obtain competitive contracts for the LNP would be undermined.

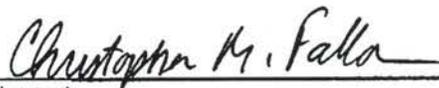
8. As stated above, most of the contracts at issue, and specifically the EPC Agreement, contain confidentiality provisions; therefore, DEF is requesting confidential classification of this information to avoid public disclosure that would violate the confidentiality agreements between DEF and the other parties. DEF has kept confidential and has not publicly disclosed the proprietary contract terms and provisions at issue here.

9. Upon receipt of this confidential information, as with all confidential information, strict procedures are established and followed to maintain the confidentiality of the terms of the documents and information provided therein. Such procedures include, but are not limited to, restricting access to the documents and information to only those persons who require it to assist the Company. At no time since developing or entering the contracts in question has DEF publicly disclosed the contracts' terms; DEF has treated and continues to treat the information contained in the subject contracts as confidential.

10. This concludes my affidavit.

Further affiant sayeth not.

Dated this 28 day of February, 2014.



(Signature)

Christopher M. Fallon
Vice President of Nuclear Development
Duke Energy Corporation
526 South Church Street, EC1
Charlotte, NC 28202

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this 28 day of February, 2014 by Christopher M. Fallon. He is personally known to me, or has produced his _____ driver's license, or his _____ as identification.

Teresa D. Neely
(Signature)

TERESA D. NEELY
(Printed Name)

(AFFIX NOTARIAL SEAL)

NOTARY PUBLIC, STATE OF NC

9/2/2015
(Commission Expiration Date)

(Serial Number, If Any)



BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Nuclear Cost Recovery
Clause

Docket No. 140009-EI
Submitted for Filing: March 3, 2014

**AFFIDAVIT OF MICHAEL R. DELOWERY IN SUPPORT OF DUKE ENERGY FLORIDA,
INC.'S FIRST REQUEST FOR CONFIDENTIAL CLASSIFICATION REGARDING
PORTIONS OF THE TESTIMONIES AND EXHIBITS FILED AS PART OF THE
COMPANY'S MARCH 3, 2014 TRUE-UP FILING**

STATE OF NORTH CAROLINA

COUNTY OF MECKLENBURG

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

1. My name is Michael R. Delowery. I am employed by Duke Energy Florida, Inc. ("DEF" or the "Company") and serve as its acting Vice President of Project Management and Construction. I am over the age of 18 years old and I have been authorized by DEF to give this affidavit in the above-styled proceeding on DEF's behalf and in support of DEF's First Request for Confidential Classification Regarding Portions of the Testimonies and Exhibits filed as Part of the Company's March 3, 2014 True-up Filing (the "Request"). The facts attested to in my affidavit are based upon my personal knowledge.

2. DEF is seeking confidential classification of the following materials filed with the Florida Public Service Commission ("FPSC" or the "Commission") in the above referenced docket: (1) portions of my testimony and exhibits; (2) portions of the testimony and exhibits of Mr. Thomas G. Foster; and (3) portions of the testimony and exhibits of Mr. Christopher M. Fallon.

3. Unredacted versions of the testimonies and exhibits at issue are contained in confidential Appendix A to DEF's Request and the confidential portions thereof are outlined in DEF's Justification Matrix that is attached to DEF's Request as Appendix C.

4. As to the Crystal River Unit 3 ("CR3") Extended Power Uprate ("EPU") project, DEF is requesting confidential classification of the portions of Exhibit Nos. __ (TGF-1) and (TGF-3) to Mr. Foster's testimony that contain confidential contractual information regarding the purchase of goods and services for the EPU project as well as closeout costs for those contracts.

5. DEF is also requesting confidential classification of certain cost numbers in my testimony that reflects negotiations with vendors to closeout EPU long lead equipment ("LLE") procurement contracts.

6. Lastly, DEF is requesting confidential classification of portions of Exhibit No. __ (MRD-4) to my testimony – the EPU Project Closeout Plan – because this exhibit contains confidential contractual information and pricing arrangements between DEF and its vendors related to the closeout of the project.

7. Disclosure of any of this information would adversely impact DEF's competitive business interests. Specifically, the information at issue relates to competitively negotiated contractual data the disclosure of which would impair the efforts of the Company to negotiate on favorable terms. The Company must be able to assure these vendors that sensitive business information, including negotiated settlement terms, will be kept confidential. Indeed, most of the contracts at issue contain confidentiality provisions that prohibit the disclosure of the terms of the contract to third parties. If third parties were made aware of confidential contractual terms and conditions that the Company has with other parties, they may offer DEF less competitive contractual terms and conditions in any future contractual negotiations. Without DEF's

measures to maintain the confidentiality of sensitive terms in contracts between DEF and these nuclear contractors, the Company's efforts to obtain competitive contracts for the EPU project would be undermined.

8. As stated above, most of the contracts at issue contain confidentiality provisions; therefore, DEF is requesting confidential classification of this information to avoid public disclosure that would violate the confidentiality agreements between DEF and the other parties. DEF has kept confidential and has not publicly disclosed the proprietary contract terms and provisions at issue here.

9. Upon receipt of this confidential information, as with all confidential information, strict procedures are established and followed to maintain the confidentiality of the terms of the documents and information provided therein. Such procedures include, but are not limited to, restricting access to the documents and information to only those persons who require it to assist the Company. At no time since developing or entering the contracts in question has DEF publicly disclosed the contracts' terms; DEF has treated and continues to treat the information contained in the subject contracts as confidential.

10. This concludes my affidavit.

Further affiant sayeth not.

Dated this 28th day of FEBRUARY, 2014.



(Signature)

Michael R. Delowery

Vice President, Project Management and Construction

400 South Tryon Street

Charlotte, NC 28202

THE FOREGOING INSTRUMENT was sworn to and subscribed before me this 20th day of February 2014 by Michael R. Delowery. He is personally known to me, or has produced his Florida driver's license, or his _____ as identification.

Muriel A. Spear
(Signature)

Muriel A. Spear
(Printed Name)

(AFFIX NOTARIAL SEAL)

NOTARY PUBLIC, STATE OF North Carolina

October 20, 2018
(Commission Expiration Date)

(Serial Number, If Any)