

John T. Butler Assistant General Counsel - Regulatory Florida Power & Light Company 700 Universe Boulevard Juno Beach, FL 33408-0420 (561) 304-5639 (561) 691-7135 (Facsimile) Email: John.Butler@fpl.com

March 20, 2014

VIA HAND DELIVERY

Ms. Carlotta S. Stauffer
Division of the Commission Clerk and
Administrative Services
Florida Public Service Commission
Betty Easley Conference Center, Room 110
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

COMMISSION

MAR 20 PM 2: 46

Re:

Florida Power & Light Company's Request for Confidential Classification of Certain Material Provided in Connection with the Monthly Fuel Filings

REDACTED

Docket No. 140001-EI

Dear Ms. Stauffer:

I enclose and hand you herewith for filing in the above-referenced matter, an original and seven (7) copies of Florida Power & Light Company's ("FPL") Request for Confidential Classification. The original includes Attachments A, B, and C.

Attachment A contains the confidential information that is the subject of FPL's Request for Confidential Classification. Attachment A is submitted for filing separately and marked "ATTACHMENT A – CONFIDENTIAL." Attachment B is an edited version of Attachment A, in which the information FPL asserts is confidential has been redacted. Attachment C contains FPL's justification for its request for confidential classification.

In accordance with Rule 25-22.006(3)(d), FPL requests confidential treatment of the information in Attachment A pending disposition of FPL's request for Confidential Classification.

Also included herewith is a CD containing electronic files of FPL's Request for Confidential Classification and Attachment C. Please contact me should you or your Staff have any questions regarding this filing.

Sincerely,

John T. Butler

COM _____AFD ____APA ___I
ECO __I
ENG __I

GCL

Enclosures

cc: Service List (w/out attachments)

Florida Power & Light Company

CLK

IDM I

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

Docket No. 140001-EI

factor

Filed: March 20, 2014

REQUEST FOR CONFIDENTIAL CLASSIFICATION

Pursuant to Section 366.093, Florida Statutes, and Rule 25-22.006, Florida Administrative Code, Florida Power & Light Company ("FPL"), hereby requests confidential classification of certain information on Florida Public Service Commission ("FPSC" or "Commission") Forms 423-1(a), 423-2, 423-2(a) and 423-2(b) for January/December submitted in Docket No. 140001-EI. In support of its Request, FPL states as follows:

1. Petitioner's principal business address is as follows:

Florida Power & Light Company 700 Universe Boulevard Juno Beach, Florida 33408

Orders, notices, or other pleadings related to this request should be served on:

Kenneth Hoffman

Vice President Regulatory Affairs Florida Power & Light Company 215 S. Monroe Street, Suite 810 Tallahassee, FL 32301-1858 (850) 521-3919

(850) 521-3939 Fax

Email: Ken.Hoffman@fpl.com

John T. Butler

Assistant General Counsel - Regulatory

Florida Power & Light Company

700 Universe Boulevard

Juno Beach, FL 33408-0420

(561) 304-5639

(561) 691-7135 Fax

Email: John.Butler@fpl.com

- 2. The following attachments are included herewith and made a part hereof:
 - a. Attachment A includes the complete and unedited version of Florida Power & Light Company's (FPL) January 2014 Form 423-1(a), St. Johns River Power Park's (SJRPP) January 2014 Forms 423-2, 423-2(a) and 423-2(b) and R.W. Scherer's (Plant Scherer) December 2013 Forms 423-2, 423-2(a) and 423-2(b) which contain certain information that FPL asserts should be accorded confidential treatment. The information in Attachment A for which FPL seeks confidential classification has been highlighted. Attachment A is submitted separately in a sealed envelope marked "CONFIDENTIAL."
 - b. Attachment B is the edited version of Attachment A. All information that FPL asserts is entitled to confidential treatment has been redacted in Attachment B.
 - c. Attachment C identifies information for which confidential treatment is sought and, with regard to each item or type of information, contains a brief statement that explains the need for confidentiality and refers to the specific statutory basis or bases for the request.
- 3. Pursuant to section 366.093, FPL seeks confidential protection for the information highlighted in Attachment A. FPL submits that such information is proprietary confidential business information within the meaning of section 366.093(3). Pursuant to section 366.093, such materials are entitled to confidential treatment and are exempt from the disclosure provisions of the public records law. Thus, once the Commission determines that the information in question is proprietary confidential business information, the Commission is not required to engage in any further analysis or review such as weighing the harm of disclosure against the public interest in access to the information.
- 4. The statutory bases and support for FPL's assertion of confidentiality with regard to specific items or types of information are set forth in Attachment C. The information for which confidential classification is sought is intended to be and is treated by FPL as confidential and, to the best of FPL's knowledge and belief, has not been publicly disclosed.

5. Upon a finding by the Commission that the material in Attachment A for which FPL seeks confidential treatment is proprietary confidential business information within the meaning of section 366.093(3), pursuant to section 366.093(4) such materials should not be declassified for eighteen (18) months, or as otherwise extended by the Commission. Further, the materials should be returned to FPL as soon as the information is no longer necessary for the Commission to conduct its business.

WHEREFORE, for the above and foregoing reasons, including those set forth in the supporting materials included herewith, Florida Power & Light Company respectfully requests that its Request for Confidential Classification be granted.

Respectfully submitted,

John T. Butler

Assistant General Counsel - Regulatory

Florida Bar No. 283479

Attorney for Florida Power & Light Company

700 Universe Boulevard

Juno Beach, Florida 33408-0420

Tel.: (561) 304-5639 Fax: (561) 691-7135

Email: John.Butler@fpl.com

CERTIFICATE OF SERVICE 140001-EI

I, THE UNDERSIGNED COUNSEL, HEREBY CERTIFY that a copy of Florida Power & Light Company's Request for Confidential Classification, without attachments.* has been served via electronic mail this 20th day of March, 2014:

Martha F. Barrera, Esq.
Division of Legal Services
Florida Public Service Commission
2540 Shumard Oak Blvd
Tallahassee, Florida 32399-0850
mbarrera@psc.state.fl.us

Jon C. Moyle, Esq. Moyle Law Firm, P.A. 118 N. Gadsden St. Tallahassee, FL 32301 Counsel for FIPUG jmoyle@moylelaw.com

J. R. Kelly, Esq.
Patricia Christensen, Esq.
Charles Rehwinkel, Esq.
Joseph A. McGlothlin, Esq.
Erik L. Sayler, Esq.
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Michael Barrett Division of Economic Regulation Florida Public Service Commission 2540 Shumard Oak Blvd Tallahassee, Florida 32399-0850 mbarrett@psc.state.fl.us James D. Beasley, Esq J. Jeffrey Wahlen, Esq. Ausley & McMullen Attorneys for Tampa Electric P.O. Box 391 Tallahassee, Florida 32302 jbeasley@ausley.com jwahlen@ausley.com James W. Brew, Esq / F. Alvin Taylor, Esq. Attorney for White Springs
Brickfield, Burchette, Ritts & Stone, P.C
1025 Thomas Jefferson Street, NW
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Washington, DC 20007-5201
jbrew@bbrslaw.com
ataylor@bbrslaw.com

By

John W. Butler

Fla Bar No. 283479

^{*}Exhibits to this Request are not included with the service copies, but copies of Exhibits B and C are available upon request.

ATTACHMENT "A"

CONFIDENTIAL FILED UNDER SEPARATE COVER

FPL FPSC FORM 423-1(a)

SJRPP FPSC FORMS

423-2

423-2 (a)

423-2 (b)

R.W. SCHERER FPSC FORMS

423-2

423-2 (a)

423-2 (b)

ATTACHMENT "B"

EDITED VERSION

FPL FPSC FORM 423-1(a)

SJRPP FPSC FORMS

423-2

423-2 (a)

423-2 (b)

R.W. SCHERER FPSC FORMS

423-2

423-2 (a)

423-2 (b)

Page 1 of 1

FPSC FORM NO. 423-1 (a)

- 1. REPORTING MONTH: JAN YEAR: 2014
- 2. REPORTING COMPANY: FLORIDA POWER LIGHT COMPANY

MONTHLY REPORT OF COST AND QUALITY OF FUEL OIL FOR ELECTRIC PLANTS

DETAIL OF INVOICE AND TRANSPORTATION CHARGES

- 3. NAME, TITLE TELEPHONE NUMBER OF CONTACT PERSON CONCERNING DATA SUBMITTED ON THIS FORM: TERRY KEITH, REGULATORY AFFAIRS, (305)-552-4334
- 4. SIGNATURE OF OFFICIAL SUBMITTING REPORT:

5. DATE COMPLETED: 02/27/2014

EDITED GOPY

(A)	(B)	(C)	(D)	· (E)			Trustant.										
(1)	(6)	(C)	(D)	(E)	(F)	(G)	(H)	(1)	(J)	(K)	(L)	(M)	(N)	(O)	(P)	(Q)	(R)
NO.	PLANT	SUPPLIER	DELIVERY LOCATION	DELIVERY DATE	TYPE	VOLUME (BBLS)		INVOICE AMOUNT (\$)	DISCOUNT			QUALITY ADJUST. (\$/BBL)		TRANSP TO TERM (\$/BBL)	ADDITIONAL TRANS CHGS (\$/BBL)	OTHER CHGS (\$/BBL)	DELIVERED PRICE (\$/BBL)
1 PCC		APEC	920	01/12/2014	F03	12305			(2)			- 40	Was traff	0.0000)	OMESTICAL DESIGNATION OF THE PERSON OF THE P	138,1950
2 PFM		APEC		01/31/2014	F03	3210								0.0000			139.2218

FPSC Form No.423-2

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS ORIGIN, TONNAGE, DELIVERED PRICE AND AS RECEIVED QUALITY

1. Report For Month/Yr:

January 2014

4. Name, Title & Telephone Number of Contact

Person Concerning Data Submitted on this Form: Terry Keith (305-552-4334)

2. Reporting Company:

Florida Power & Light

5. Signature of Official Submitting Report:

Jan Brokway

3. Plant Name:

St. Johns River Power Park (SJRPP)

6. Date Completed:

February 14, 2014

				Transpor- tation Mode	Tons	Effective Purchase Price (\$/Ton)	70.75	Plant Price	As Received Coal Quality				
Line No.	Supplier Name	Mine Location	Purchase Type						Sulfur Content (%)	Btu Content (%)	Ash Content (%)	Moisture Content (%)	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(I) ⁻	(m)	
1 (Coal Marketing Company	45,IM,999	LTC	ос	13,261			66.21	0.71	10,722	12.53	12.18	
2 (Daktown	33	LTC	UR	10,561			79.51	2.83	11,656	7.20	12.97	
3 F	Prosperity	,IN,	LTC	UR	13,311			79.76	2.10	11,429	7.44	14.76	



FPSC Form No.423-2(a)

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAIL OF INVOICE PURCHASE PRICE

1. Report For Month/Yr:

January 2014

4. Name, Title & Telephone Number of Contact

Person Concerning Data Submitted on this Form: Terry Keith (305-552-4334)

2. Reporting Company:

Florida Power & Light

5. Signature of Official Submitting Report:

Len Brokkury

3. Plant Name:

St. Johns River Power Park (SJRPP)

6. Date Completed:

February 14, 2014

Line No.	Supplier Name	Mine Location	Purchase Type	Tons	FOB Mine Price (\$/Ton)	Short Haul & Loadin g Charge	Original Invoice Price (\$/Ton)	Retro- active Price Increases (\$/Ton)	Base Price (\$/Ton)	Quality Adjust- ments (\$/Ton)	Effective Purchase Price (\$/Ton)
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(1)
1	Coal Marketing Company	45,IM,999	LTC	13,261		0.00		0.00	*	0.00	
2	Oaktown	517	LTC	10,561		0.00		0.00		0.00	
3	Prosperity	,IN,	LTC	13,311		0.00		0.00		0.00	



MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAIL OF TRANSPORTATION CHARGES

1. Report For Month/Yr: January 2014

 Name, Title & Telephone Number of Contact Person Concerning Data Submitted on this Form: Terry Keith (305-552-4334)

2. Reporting Company:

Florida Power & Light

5. Signature of Official Submitting Report:

Zen Brokway

3. Plant Name:

St. Johns River Power Park (SJRPP)

6. Date Completed:

February 14, 2014

	. P	S					Short	Rail Cha	arges		Water	borne Ch	arges	1		
Lin No		Mine Location	Shipping Point	Transpor- tation Mode	Tons	Effective Purchase Price (\$/Ton)	Haul &	Rail Rate (\$/Ton)	Other Rail Charges (\$/Ton)	River Barge Rate (\$/Ton)	Trans- loading Rate (\$/Ton)	Ocean Barge Rate (\$/Ton)	Other Water Charges (\$/Ton)	Related Charges (\$/Ton)	Total Transport Charges (\$/Ton)	FOB Plant Price (\$/Ton)
(a) (b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(1)	(m)	(n)	(o)	(p)	(q)
1	Coal Marketing Company	45,IM,999	EL CERREJON	ос	13,261		0.00		0.00	0.00	0.00	0.00	0.00	0.00		66.21
2	Oaktown	n	OAKTOWN #2 M	UR	10,561		0.00		0.00	0.00	0.00	0.00	0.00	0.00		79.51
3	Prosperity	,IN,	PROSPERITY MI	UR	13,311		0.00		0.00	0.00	0.00	0.00	0.00	0.00		79.76



MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS ORIGIN, TONNAGE, DELIVERED PRICE, AND AS RECEIVED QUALITY

1. Reporting Month:

December

Year:

2013

 Name, Title & Telephone Number of Contact Person Concerning Data Submitted on this Form: Terry Keith

(305) 552-4334

2. Reporting Company:

FLORIDA POWER & LIGHT COMPANY

3. Plant Name:

R.W.SCHERER

5. Signature of Official Submitting Report:

6. Date Completed:

04-Mar-14

Jen Brockway

Line No. (a)	Supplier Name (b)	Mine Location (c)	Purchase Type (d)	Transport Mode (e)	Tons (f)	Purchase Price (\$/Ton) (g)	Effective Transport Charges (\$/Ton) (h)	Total FOB Plant Price (\$/Ton) (i)	Sulfur Content (%) (j)	Btu Content (Btu/lb) (k)	Ash Content (%) (I)	Moisture Content (%) (m)
(1)	ALPHA COAL SALES CO, LI	19/WY/5	S	UR	42,280.80			41.663	0.43	8,419	4.77	29.65
(2)	BUCKSKIN MINING CO	19/WY/5	S	UR	5,965.48			41.394	0.33	8,538	4.91	29.32
(3)	ALPHA COAL SALES CO, LL	19/WY/5	S	UR	13,553.28			42.009	0.43	8,384	4.10	28.70
(4)	ALPHA COAL SALES CO, LI	19/WY/5	S	UR	71,366.81			42.526	0.23	8,653	4.11	28.79
(5)	ALPHA COAL SALES CO, LI	19/WY/5	S	UR	7,236.53			40.969	0.43	8,333	5.26	30.05
(6)	COAL SALES, LLC	19/WY/5	S	UR	26,989.91			44.073	0.22	8,754	4.63	27.46
(7)	COAL SALES, LLC	19/WY/5	S	UR	3,154.55			39.560	0.21	8,664	4.65	27.82



FPSC Form No. 423-2(a)

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAILED PURCHASED COAL INVOICE INFORMATION

1. Reporting Month:

December

Year:

2013

2. Reporting Company:

FLORIDA POWER & LIGHT COMPANY

3. Plant Name:

R.W.SCHERER

 Name, Title & Telephone Number of Contact Person Concerning Data Submitted on this Form: Terry Keith

(305) 552-4334

5. Signature of Official Submitting Report:

6. Date Completed:

04-Mar-14

No.	Supplier Name (b)	Mine Location (c)	Purch. Type (d)	<u>Tons</u> (e)	FOB Mine Price (\$/Ton)	Shorthaul & Loading Charges (\$/Ton)	Original Invoice Price (\$/Ton) (h)	Retroactive Price Increase (\$/Ton)	Base Price (\$/Ton)	Quality Adjustments (\$/Ton) (k)	Effective Purchase Price (\$/Ton)
(1)	ALPHA COAL SALES CO, L	19/WY/5	S	42,280.80		0.148		20		0.595	
(2)	BUCKSKIN MINING CO	19/WY/5	S	5,965.48		0.112		3.		0.000	
(3)	ALPHA COAL SALES CO, L	19/WY/5	S	13,553.28		0.147				0.854	
(4)	ALPHA COAL SALES CO, L	19/WY/5	S	71,366.81		0.148				0.140	
(5)	ALPHA COAL SALES CO, L	19/WY/5	S	7,236.53		0.147		150		0.032	
(6)	COAL SALES, LLC	19/WY/5	S	26,989.91		0.170		2		(0.030)	
(7)	COAL SALES, LLC	19/WY/5	S	3,154.55		0.205				0.000	



FPSC Form No. 423-2(b)

MONTHLY REPORT OF COST AND QUALITY OF COAL FOR ELECTRIC PLANTS DETAILED TRANSPORTATION INVOICE INFORMATION

 Reporting Month. 2. Reporting Company

3. Plant Name:

December

R.W.SCHERER

FLORIDA POWER & LIGHT COMPANY

2013

4. Name, Title & Telephone Number of Contact Person Concerning Data

6. Date Completed:

Submitted on this Form: Terry Keith Zen Brokway (305) 552-4334 5. Signature of Official Submitting Report:

							Additional	Rail Charg	jes	Water	borne Charge:	3			Total	
Line No. (a)	Supplier Name (b)	Mine Location (c)	Shipping Point (d)	Transport Mode (e)	Tons (f)	Effective Purchase Price (\$/Ton) (g)	Shorthaul & Loading Charges (\$/Ton) (h)	Rail Rate (\$/Ton) (i)	Other Rail Charges (\$/Ton) (j)	River Barge Rate (\$/Ton) (k)	Trans- loading Rate (<u>\$/Ton)</u> (i)	Ocean Barge Rate (\$/Ton) (m)	Other Water Charges (\$/Ton)	Other Related Charges (\$/Ton) (0)	Transpor- tation Charges (\$/Ton)	FOB Plant Price (\$/Ton) (q)
(1)	ALPHA COAL SALES CO	19/WY/5	EAGLE BUTTE JC	UR	42,280.80		(4)		40	¥	-	Si .	12.0	1/27		41.663
(2)	BUCKSKIN MINING CO	19/WY/5	BUCKSKIN JCT, W	UR	5,965.48		40		-0	×	a **			121		41.394
(3)	ALPHA COAL SALES CO	19/WY/5	EAGLE BUTTE JC	UR	13,553.28		(4)		+:	* .	*	-	140			42.009
(4)	ALPHA COAL SALES CO	19/WY/5	BELLE AYR JCT, V	UR	71,366.81		(2)		5 9	*	*	34	-			42.526
(5)	ALPHA COAL SALES CO	19/WY/5	EAGLE BUTTE JC	UR	7,236.53		858		85	*	8		+	(*)	- \$	40.969
(6)	COAL SALES, LLC	19/WY/5	NACCO JCT, WY	UR	26,989.91		1.70		Ŧ)	*		1 00		(*)		44.073
(7)	COAL SALES, LLC	19/WY/5	NACCO JCT, WY	UR	3,154.55		3		10.		ā	er.	98	1 1		39.560



Justification for Confidentiality for Florida Power & Light Company Report of January, 2014:

FORM	LINE(S)	COLUMN	RATIONALE
423-1(a)	1-2	Н	(1)
423-1(a)	1-2	I	(2)
423-1(a)	1-2	J	(2), (3)
423-1(a)	1-2	K	(2)
423-1(a)	1-2	L	(2)
423-1(a)	1-2	М	(2), (4)
423-1(a)	1-2	N	(2), (5)
423-1(a)	1-2	P	(6), (7), (8)
423-1(a)	1-2	Q	(6), (7), (8)

Rationale for confidentiality:

(1) This information is contractual information which, if made public, "would impair the efforts of [FPL] to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat. The information delineates the price per barrel FPL has paid for fuel oil for specific shipments from specific suppliers. This information would allow suppliers to compare an individual supplier's price with the market quote for that date of delivery and thereby determine the contract pricing formula between FPL and that supplier.

Contract pricing formulas generally contain two components, which are: (1) a markup in the market quoted price for that day; and (2) a transportation charge for delivery at an FPL chosen port of delivery. Discounts and quality adjustment components of fuel price contract formulas are discussed in paragraphs 3 and 4. Disclosure of the invoice price would allow suppliers to determine the contract price formula of their competitors. The knowledge of others' prices (*i.e.*, contract formulas) among fuel oil suppliers is reasonably likely to cause the suppliers to converge on a target price, or to follow a price leader, effectively eliminating

any opportunity for a major buyer like FPL to obtain price concessions from any one supplier. The end result is reasonably likely to be increased fuel oil prices and therefore increased electric rates.

- (2) The contract data found in Columns I through N are an algebraic function of Column H. That is, the publication of these Columns together, or independently, could allow a supplier to derive the invoice price of oil.
- (3) If FPL fuel contracts provide for an early payment incentive in the form of a discount from the invoice price, the existence and amount of such discount is confidential for the reasons stated in paragraph (1) relative to price concessions.
- (4) For fuel that does not meet contract requirements, FPL may reject the shipment, or accept the shipment and apply a quality adjustment. The amount of the quality adjustment is, in effect, a pricing term which is as important as the price itself and is therefore confidential for the reasons stated in paragraph (1) relative to price concessions.
- (5) Column N is as important as H from a confidentiality standpoint because of the relatively few times that there are quality or discount adjustments. That is, Column N will equal Column H most of the time. Consequently, Column N needs to be protected for the same reasons as set forth in paragraph (1).
- (6) Column R is used to mask the delivered price of fuel such that the invoice or effective price of fuel cannot be determined. Columns P and Q are algebraic variables of Column R. Consequently, disclosure of Columns P and Q would allow a supplier to calculate the invoice or effective purchase price of oil (Columns H and N) by subtracting these columnar variables from Column R.
- (7) Terminaling and transportation services in Florida tend to have the same, if not more severe, oligopolistic attributes of fuel oil suppliers. Due to the small demand in Florida for both of these services, market entry is difficult. In instances in which FPL has attempted to determine the level of interest in bidding either or both of these services, FPL has found only a very few qualified parties with such an interest. Consequently, disclosure of these contract data is reasonably likely to result in increased prices for terminaling and transportation services.
- (8) Petroleum inspection services also have the market characteristics of an oligopoly. Due to the limited number of fuel terminal operations, there are correspondingly few requirements for fuel inspection services. In FPL's last bidding process for petroleum inspection services, only six qualified bidders were found for FPL's bid solicitations. Consequently, disclosure of these contract data is reasonably likely to result in increased prices for petroleum inspection services.

Justification for Confidentiality for St. Johns River Power Park (SJRRP) Report of January 2014:

FORM	LINE(S)	<u>COLUMNS</u>	RATIONALE
423-2	1-3	G, H	(1
423-2	1-3	Н	(2)

Rationale for Confidentiality:

- Obsclosure of the effective purchase price "would impair the efforts of [JEA, acting on its own behalf and as agent for FPL] to contract for goods or services [at the St. Johns River Power Park (SJRPP)] on favorable terms." Section 366.093(3)(d), Fla. Stat. The data informs other potential coal suppliers as to the price SJRPP is paying for coal. Disclosure of this information, which is particularly sensitive given SJRPP's reliance on long term contracts with fixed price provisions or short term spot transactions, could adversely affect FPL's interests in subsequent solicitations for coal and/or in negotiating coal supply agreements. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Additionally, providing the purchase price would enable one to ascertain the total transportation charges in Column H by subtracting the effective purchase price from the delivered price at the transfer facility, shown in Column I.
- (2) Disclosure of the total transportation cost "would impair the efforts of [JEA acting on its own behalf and as agent for FPL] to contract for goods or services [at SJRPP] on favorable terms." Section 366.093(3)(d), Fla Stat. Moreover, the service provider itself typically designates the transportation costs in the contract as confidential. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Further, disclosure of this information would enable potential coal suppliers to calculate Column G which FPL seeks to protect by subtracting Column H from Column I.

Justification for Confidentiality for St. Johns River Power Park (SJRRP) Report of January 2014:

FORM	LINE(S)	COLUMN	RATIONALE
423-2(a)	1-3	F	(1)
423-2(a)	1-3	Н	(1)

423-2(a)	1-3	J	(1)
423-2(a)	1-3	L	(2)

Rationale for Confidentiality:

- (1) The information presented in these columns are algebraic derivations of the information in column L that FPL seeks to protect.
- Obsclosure of the effective purchase price "would impair the efforts of [JEA, acting on its own behalf and as agent for FPL] to contract for goods or services [at the St. Johns River Power Park (SJRPP)] on favorable terms." Section 366.093(3)(d), Fla. Stat. The data informs other potential coal suppliers as to the price SJRPP is paying for coal. Disclosure of this information could adversely affect FPL's interests in subsequent solicitations for coal and/or in negotiating coal supply agreements. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Additionally, providing the purchase price would enable one to ascertain the total transportation charges in Column H on Form 423-2, which FPL seeks to protect, by subtracting the effective purchase price from the delivered price at the transfer facility shown in Column I on Form 423-2.

Justification for Confidentiality for St. Johns River Power Park (SJRRP) Report of January 2014:

FORM	LINE(S)	COLUMN	RATIONALE
423-2(b)	1-3	G	(1)
423-2(b)	1-3	Ï	(2)
423-2(b)	1-3	P	(2)

Rationale for Confidentiality:

(1) Disclosure of the effective purchase price "would impair the efforts of [JEA, acting on its own behalf and as agent for FPL] to contract for goods or services [at the St. Johns River Power Park (SJRPP)] on favorable terms." Section 366.093(3)(d), Fla. Stat. The data informs other potential coal suppliers as to the price SJRPP is paying for coal. Disclosure of this information, which is particularly sensitive given SJRPP's reliance on long term contracts with fixed price provisions or short term spot transactions, could adversely affect FPL's interests in subsequent solicitations for coal and/or in negotiating coal supply agreements. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Additionally, providing the purchase price would enable one to

ascertain the total transportation charges in Column P, which FPL seeks to protect, by subtracting the effective purchase price from the delivered price at the transfer facility shown in Column Q.

Disclosure of the total transportation cost "would impair the efforts of [JEA acting on its own behalf and as agent for FPL] to contract for goods or services [at SJRPP] on favorable terms." Section 366.093(3)(d), Fla Stat. Moreover, the service provider itself typically designates the transportation costs in the contract as confidential. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Further, disclosure of this information would enable potential coal suppliers to calculate Column G which FPL seeks to protect, by subtracting Column P from Column Q.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of December 2013:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2	1-7	G, H	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of December 2013:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2(a)	1-7	F, H, J, L	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of December 2013:

FORM	LINE(S)	<u>COLUMNS</u>	RATIONALE
423-2(b)	1-7	G, I, P	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for Florida Power & Light Company Report of January, 2014:

FORM	LINE(S)	COLUMN	RATIONALE
423-1(a)	1-2	Н	(1)
423-1(a)	1-2	I	(2)
423-1(a)	1-2	J	(2), (3)
423-1(a)	1-2	K	(2)
423-1(a)	1-2	L	(2)
423-1(a)	1-2	M	(2), (4)
423-1(a)	1-2	N	(2), (5)
423-1(a)	1-2	P	(6), (7), (8)
423-1(a)	1-2	Q	(6), (7), (8)

Rationale for confidentiality:

(1) This information is contractual information which, if made public, "would impair the efforts of [FPL] to contract for goods or services on favorable terms." Section 366.093(3)(d), Fla. Stat. The information delineates the price per barrel FPL has paid for fuel oil for specific shipments from specific suppliers. This information would allow suppliers to compare an individual supplier's price with the market quote for that date of delivery and thereby determine the contract pricing formula between FPL and that supplier.

Contract pricing formulas generally contain two components, which are: (1) a markup in the market quoted price for that day; and (2) a transportation charge for delivery at an FPL chosen port of delivery. Discounts and quality adjustment components of fuel price contract formulas are discussed in paragraphs 3 and 4. Disclosure of the invoice price would allow suppliers to determine the contract price formula of their competitors. The knowledge of others' prices (*i.e.*, contract formulas) among fuel oil suppliers is reasonably likely to cause the suppliers to converge on a target price, or to follow a price leader, effectively eliminating

any opportunity for a major buyer like FPL to obtain price concessions from any one supplier. The end result is reasonably likely to be increased fuel oil prices and therefore increased electric rates.

- (2) The contract data found in Columns I through N are an algebraic function of Column H. That is, the publication of these Columns together, or independently, could allow a supplier to derive the invoice price of oil.
- (3) If FPL fuel contracts provide for an early payment incentive in the form of a discount from the invoice price, the existence and amount of such discount is confidential for the reasons stated in paragraph (1) relative to price concessions.
- (4) For fuel that does not meet contract requirements, FPL may reject the shipment, or accept the shipment and apply a quality adjustment. The amount of the quality adjustment is, in effect, a pricing term which is as important as the price itself and is therefore confidential for the reasons stated in paragraph (1) relative to price concessions.
- (5) Column N is as important as H from a confidentiality standpoint because of the relatively few times that there are quality or discount adjustments. That is, Column N will equal Column H most of the time. Consequently, Column N needs to be protected for the same reasons as set forth in paragraph (1).
- (6) Column R is used to mask the delivered price of fuel such that the invoice or effective price of fuel cannot be determined. Columns P and Q are algebraic variables of Column R. Consequently, disclosure of Columns P and Q would allow a supplier to calculate the invoice or effective purchase price of oil (Columns H and N) by subtracting these columnar variables from Column R.
- (7) Terminaling and transportation services in Florida tend to have the same, if not more severe, oligopolistic attributes of fuel oil suppliers. Due to the small demand in Florida for both of these services, market entry is difficult. In instances in which FPL has attempted to determine the level of interest in bidding either or both of these services, FPL has found only a very few qualified parties with such an interest. Consequently, disclosure of these contract data is reasonably likely to result in increased prices for terminaling and transportation services.
- (8) Petroleum inspection services also have the market characteristics of an oligopoly. Due to the limited number of fuel terminal operations, there are correspondingly few requirements for fuel inspection services. In FPL's last bidding process for petroleum inspection services, only six qualified bidders were found for FPL's bid solicitations. Consequently, disclosure of these contract data is reasonably likely to result in increased prices for petroleum inspection services.

Justification for Confidentiality for St. Johns River Power Park (SJRRP) Report of January 2014:

FORM	LINE(S)	<u>COLUMNS</u>	RATIONALE
423-2	1-3	G, H	(1
423-2	1-3	Н	(2)

Rationale for Confidentiality:

- (1) Disclosure of the effective purchase price "would impair the efforts of [JEA, acting on its own behalf and as agent for FPL] to contract for goods or services [at the St. Johns River Power Park (SJRPP)] on favorable terms." Section 366.093(3)(d), Fla. Stat. The data informs other potential coal suppliers as to the price SJRPP is paying for coal. Disclosure of this information, which is particularly sensitive given SJRPP's reliance on long term contracts with fixed price provisions or short term spot transactions, could adversely affect FPL's interests in subsequent solicitations for coal and/or in negotiating coal supply agreements. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Additionally, providing the purchase price would enable one to ascertain the total transportation charges in Column H by subtracting the effective purchase price from the delivered price at the transfer facility, shown in Column I.
- (2) Disclosure of the total transportation cost "would impair the efforts of [JEA acting on its own behalf and as agent for FPL] to contract for goods or services [at SJRPP] on favorable terms." Section 366.093(3)(d), Fla Stat. Moreover, the service provider itself typically designates the transportation costs in the contract as confidential. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Further, disclosure of this information would enable potential coal suppliers to calculate Column G which FPL seeks to protect by subtracting Column H from Column I.

Justification for Confidentiality for St. Johns River Power Park (SJRRP) Report of January 2014:

FORM	LINE(S)	COLUMN	RATIONALE
423-2(a)	1-3	F	(1)
423-2(a)	1-3	Н	(1)

423-2(a)	1-3	J	(1)
423-2(a)	1-3	L	(2)

Rationale for Confidentiality:

- (1) The information presented in these columns are algebraic derivations of the information in column L that FPL seeks to protect.
- Obsclosure of the effective purchase price "would impair the efforts of [JEA, acting on its own behalf and as agent for FPL] to contract for goods or services [at the St. Johns River Power Park (SJRPP)] on favorable terms." Section 366.093(3)(d), Fla. Stat. The data informs other potential coal suppliers as to the price SJRPP is paying for coal. Disclosure of this information could adversely affect FPL's interests in subsequent solicitations for coal and/or in negotiating coal supply agreements. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Additionally, providing the purchase price would enable one to ascertain the total transportation charges in Column H on Form 423-2, which FPL seeks to protect, by subtracting the effective purchase price from the delivered price at the transfer facility shown in Column I on Form 423-2.

Justification for Confidentiality for St. Johns River Power Park (SJRRP) Report of January 2014:

FORM	LINE(S)	<u>COLUMN</u>	RATIONALE
423-2(b)	1-3	G	(1)
423-2(b)	1-3	Ï	(2)
423-2(b)	1-3	P	(2)

Rationale for Confidentiality:

(1) Disclosure of the effective purchase price "would impair the efforts of [JEA, acting on its own behalf and as agent for FPL] to contract for goods or services [at the St. Johns River Power Park (SJRPP)] on favorable terms." Section 366.093(3)(d), Fla. Stat. The data informs other potential coal suppliers as to the price SJRPP is paying for coal. Disclosure of this information, which is particularly sensitive given SJRPP's reliance on long term contracts with fixed price provisions or short term spot transactions, could adversely affect FPL's interests in subsequent solicitations for coal and/or in negotiating coal supply agreements. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Additionally, providing the purchase price would enable one to

ascertain the total transportation charges in Column P, which FPL seeks to protect, by subtracting the effective purchase price from the delivered price at the transfer facility shown in Column Q.

Disclosure of the total transportation cost "would impair the efforts of [JEA acting on its own behalf and as agent for FPL] to contract for goods or services [at SJRPP] on favorable terms." Section 366.093(3)(d), Fla Stat. Moreover, the service provider itself typically designates the transportation costs in the contract as confidential. JEA maintains this information as confidential pursuant to section 163.01(15)(m), Fla. Stat. Further, disclosure of this information would enable potential coal suppliers to calculate Column G which FPL seeks to protect, by subtracting Column P from Column Q.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of December 2013:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2	1-7	G, H	(1)

Rationale for Confidentiality:

On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of December 2013:

FORM	LINE(S)	COLUMNS	RATIONALE
423-2(a)	1-7	F, H, J, L	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.

Justification for Confidentiality for R.W. Scherer (Plant Scherer) Report of December 2013:

FORM	LINE(S)	COLUMNS	<u>RATIONALE</u>
423-2(b)	1-7	G, I, P	(1)

Rationale for Confidentiality:

(1) On April 1, 2010, FPL was contacted by the BNSF Railway, which transports coal to Plant Scherer, concerning FPL's disclosure of BNSF transportation rate information on FPL's Form 423 filing. BNSF has asserted that the transportation rate information is confidential pursuant to its Rail Transportation Agreement BNSF-C-12339 with Georgia Power Company ("GPC") and that FPL is obligated to maintain the confidentiality of that information. Accordingly, FPL is designating as confidential certain information in the Form 423 filing that, by itself or in conjunction with other information in the filing, would reveal publicly BNSF transportation rate information. FPL argues that this information is confidential under Sections 366.093(3)(d) and 366.093(3)(e), Fla. Stat., because its disclosure would "impair the efforts of [GPC, as agent for FPL] to contract for goods and services on favorable terms" and would "impair the competitive business of" BNSF.