



Matthew R. Bernier  
Senior Counsel  
Duke Energy Florida, Inc

May 26, 2015

VIA OVERNIGHT MAIL

**REDACTED**

COMMISSION  
CLERK

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RECEIVED - FPSC

Ms. Carlotta Stauffer, Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0850

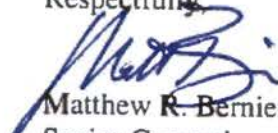
Re: *Fuel and Purchased Power Cost recovery clause and Generating Performance Incentive Factor; Docket No. 150001-EI*

Dear Ms. Stauffer:

On May 26, 2015, Duke Energy Florida, Inc. ("DEF") filed an original and (7) copies of DEF's Request for Confidential Classification filed in connection with certain information in response to Citizens' First Set of Interrogatories (Nos. 1-13). Enclosed with this cover letter is DEF's confidential Exhibit A (in a separate sealed envelope) and two copies of redacted Exhibit B that accompany the above-referenced filing.

Thank you for your assistance in this matter. Please feel free to call me at (850) 521-1428 should you have any questions concerning this filing.

Respectfully,

  
Matthew R. Bernier  
Senior Counsel

MRB/mw  
Enclosures

cc: Certificate of Service

COM  
AFD Redacted  
APA \_\_\_\_\_  
ECO \_\_\_\_\_  
ENG \_\_\_\_\_  
GCL \_\_\_\_\_  
IDM \_\_\_\_\_  
TEL \_\_\_\_\_  
CLK \_\_\_\_\_

Duke Energy Florida, Inc.  
Docket No.: 150001  
**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished via electronic mail this 26<sup>th</sup> day of May, 2015 to all parties of record as indicated below.

  
\_\_\_\_\_  
Attorney

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# **Exhibit B**

**REDACTED**

5. Based on the financial or physical hedging positions the Company currently maintains, and in light of the recent forecasted decreases in the price of natural gas, (See e.g., DUKE's March 25, 2015 Petition for Mid-Course Correction) and the most current forward curves utilized by the Company in its day-to-day business:

- a. Does the Company anticipate reporting a hedging gain or loss for the first quarter of 2015, and if so, what is the projected amount of the anticipated hedging gain or loss?

**Answer:**

**REDACTED**

DEF is estimating a net hedge cost of approximately of [REDACTED] million for the first quarter of 2015.

- b. Does the Company anticipate reporting hedging a gain or loss for calendar year 2015, and if so, what is the projected amount of the anticipated hedging gain or loss?

**Answer:**

**REDACTED**

DEF is estimating a net hedge cost for the calendar year of 2015 of approximately \$[REDACTED] million based on May 4, 2015 closing market prices.