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March 1, 2016

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

REDACTED

RE: Docket No. 160001-EI

Dear Ms. Stauffer:

Enclosed is Gulf Power Company's Request for Confidential Classification pertaining to Schedule 2 of Exhibit HRB-1 to the Direct Testimony of Herbert R. Ball dated March 2, 2016.

Sincerely,

Robert L. McGee, Jr. Regulatory and Pricing Manager

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Enclosures

cc: Beggs & Lane Jeffrey A. Stone, Esq.

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ENG GCL ____

IDM ____

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Fuel and purchased power cost recovery clause and generating performance incentive factor

Docket No.: 160001-EI

March 2, 2016 Date:

REQUEST FOR CONFIDENTIAL CLASSIFICATION

GULF POWER COMPANY ["Gulf Power", "Gulf", or the "Company"], by and through its undersigned attorney and pursuant to Rule 25-22.006, Florida Administrative Code, hereby files its request that the Florida Public Service Commission enter an order protecting from public disclosure certain information contained in Schedule 2 of Exhibit HRB-1 to the Direct Testimony of Herbert R. Ball dated March 2, 2016. As grounds for this request, the Company states:

- 1. A portion of the information contained in Schedule 2 of Exhibit HRB-1 to the Direct Testimony of Herbert R. Ball dated March 2, 2016 constitutes proprietary and commercially sensitive information regarding competitive interests and contractual matters of Gulf Power, which, if disclosed to the general public, would cause irreparable harm to Gulf Power. This information is entitled to confidential classification pursuant to section 366.093(3)(d) and (e), Florida Statutes. Schedule 2 contains price terms for Gulf Power's coal purchases in 2015. Gulf and other members of the market in which it competes consider such pricing information to be competitively sensitive. Disclosure of this information would adversely affect Gulf's ability to conduct its coal procurement activities to the benefit of its customers. Disclosure of such cost information would also impair Gulf's ability to enter into future contracts for the benefit of its customers.
- 2. The information filed pursuant to this Request is intended to be, and is treated as confidential by Gulf Power and, to the best of this attorney's knowledge, has not been otherwise publicly disclosed.

3. Submitted as Exhibit "A" is one (1) copy of Schedule 2, on which is highlighted the information for which confidential classification is requested. Exhibit "A" should be treated as confidential pending a ruling on this Request. Attached as Exhibit "B" are two (2) edited copies of Schedule 2 which may be made available for public review and inspection. Attached as Exhibit "C" to this Request is a line-by-line/field-by-field justification for the request for confidential classification.

WHEREFORE, Gulf Power Company respectfully requests that the Commission enter an order protecting the information highlighted on Exhibit "A" from public disclosure as proprietary confidential business information.

Respectfully submitted this 1st day of March, 2016.

JEFFREY A. STONE

Florida Bar No. 325953

RUSSELL A. BADDERS

Florida Bar No. 007455

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Attorneys for Gulf Power Company

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Fuel and purchased power cost		
recovery clause and generating performance	Docket No.:	160001-EI
incentive factor	Date:	March 2, 2016
1		

REQUEST FOR CONFIDENTIAL CLASSIFICATION

EXHIBIT "A"

Provided to the Commission Clerk under separate cover as confidential information.

EXHIBIT "B"

HRBall Testimony Exhibit - Schedule 2

	A	В	С	D	E				
1	Gulf Contract Coal Supplies								
2	•	Rec		Actual	Weighted Avg				
3	Supplier	<u>Plant</u>	Quantity (tons)	Heating Value	Price \$/MMBTU)				
4	American Coal Company	Crist	124,583	11858					
5	Foresight Coal Sales	Crist	723,620	11771					
6	Alpha Coal Sales	Crist	467,757	12369					
7	Weighted Average	Crist	1,315,960	11992	\$3.764				
8									
9	Alpha Coal Sales	Smith	134,676	12348					
10	Weighted Average	Smith	134,676	12348	\$4.894				
11									
12	Coal Sales Twentymile Coal Co.	Daniel (Gulf 50%)	7,400	11128					
13	Oxbow Carbon	Daniel (Gulf 50%)	60	12020					
14	Weighted Average	Daniel (Gulf 50%)	7,460	11135	\$5.899				
15									
16	Gulf Spot Coal Supplie	S							
17	oun oper cour cupping		Received	Actual	Weighted Avg				
18	Supplier	Plant	Quantity (tons)	Heating Value	Price \$/MMBTU)				
19	Arch Coal Sales	Crist	52,426	8863	11100 41111112101				
20	Argus Coal Sales	Crist	18,245	11897					
21	Glencore LTD	Crist	167,049	12145					
22	Weighted Average	Crist	237,720	11402	\$3.782				
23			•						
24	Arch Coal Sales	Smith	101068	8906					
25	Argus Coal Sales	Smith	39100	11932					
26	Glencore LTD	Smith	70743	11802					
27	Weighted Average	Smith	210911	10438	\$3.516				
28									
29	Coal Sales	Daniel (Gulf 50%)	122997	8787					
30	Arch Coal Sales	Daniel (Gulf 50%)	249848	11415					
31	Arch Coal Sales	Daniel (Gulf 50%)	299158	8866					
32	Arch Coal Sales	Daniel (Gulf 50%)	96519	11551					
33	Peabody Coal Sales	Daniel (Gulf 50%)	36643	11266					
34	Arch Coal Sales	Daniel (Gulf 50%)	40442	8863					
35	Arch Coal Sales	Daniel (Gulf 50%)	20048	8788					
36	Weighted Average	Daniel (Gulf 50%)	865,656	9990	\$3.401				

EXHIBIT C

Line-by-Line/Field-by-Field Justification

Line(s)/Field(s)

Schedule 2 Page 1 of 1 Lines 4-6, 9, 12-13, 19-21, 24-26, and 29-35 Column E

Justification

This information is entitled to confidential classification pursuant to section 366.093(3)(d) and (e), Florida Statutes. The basis for this information being designated as confidential is more fully set forth in paragraph 1.

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Fuel and Purchased Power Cost)	
Recovery Clause with Generating)	
Performance Incentive Factor)	Docket No.: 160001-EI

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true copy of the foregoing was furnished by overnight mail this 1st day of March, 2016 to the following:

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