

January 16, 2020

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### VIA ELECTRONIC FILING

Mr. Adam Teitzman, Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

In re:

Petition by Duke Energy Florida, LLC to Approve Transaction with Accelerated Decommissioning Partners, LLC for Accelerated Decommissioning Services at the CR3 Facility, etc.

Docket No. 20190140-EI

Dear Mr. Teitzman:

Please find enclosed for electronic filing on behalf of Duke Energy Florida, LLC ("DEF"), DEF's Fourth Request for Confidential Classification filed in connection with the information contained within the document produced by DEF with its supplemental responses to interrogatory numbers 43, 48, 50 and 51 of Staff's Fifth Set of Interrogatories (Nos. 41-53). This filing includes the following:

- DEF's Fourth Request for Confidential Classification;
- Slipsheet for confidential Exhibit A;
- Redacted Exhibit B (two copies);
- Exhibit C (justification matrix); and
- Exhibit D (affidavit of Terry Hobbs).

DEF's confidential Exhibit A that accompanies the above-referenced filing has been submitted under separate cover.

Thank you for your assistance in this matter. Please feel free to call me at (813) 227-8114 should you have any questions concerning this filing.

Respectfully,

Shutts & Bowen LLP

Daniel Hernandez

Enclosure (as noted)

TPADOCS 22921554 1

#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition by Duke Energy Florida, LLC to Approve Transaction with Accelerated Decommissioning Partners, LLC for Accelerated Decommissioning Services at the CR3 Facility, Transfer of Title to Spent Fuel, and Assumption of Operations of the CR3 Facility Pursuant to the NRC License, and Request for Waiver From Future Application of Rule 25-6.04365, F.A.C. for Nuclear Decommissioning Study

DOCKET NO.: 20190140-EI

Submitted for Filing: January 16, 2020

## DUKE ENERGY FLORIDA, LLC'S FOURTH REQUEST FOR CONFIDENTIAL CLASSIFICATION

Duke Energy Florida, LLC, ("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 Fourth Request for Confidential Classification (the "Request") for certain information contained within the document being produced by DEF with its supplemental responses to interrogatory numbers 43, 48, 50 and 51 of Staff's Fifth Set of Interrogatories (Nos. 41-53) served on December 5, 2019. In support of this Request, DEF states:

- 1. Portions of the information contained within the document being produced by DEF with its supplemental responses to interrogatory numbers 43, 48, 50 and 51 of Staff's Fifth Set of Interrogatories (Nos. 41-53) are "proprietary confidential business information" under Section 366.093(3), Florida Statutes.
  - 2. The following exhibits are included with this Request:
- (a) Sealed **Exhibit A** is a package containing an unreducted copy of the information contained within the document being produced by DEF with its supplemental responses to interrogatory numbers 43, 48, 50 and 51 of Staff's Fifth Set of Interrogatories (Nos.

- 41-53), for which DEF seeks confidential treatment. **Exhibit A** is being submitted separately in a sealed envelope labeled "CONFIDENTIAL." In the unredacted copy, the information asserted to be confidential is highlighted in yellow.
- (b) Composite Exhibit B is two copies of the redacted information contained within the document being produced by DEF with its supplemental responses to interrogatory numbers 43, 48, 50 and 51 of Staff's Fifth Set of Interrogatories (Nos. 41-53), for which the Company requests confidential classification. The 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 the page and specific portions of the information contained within the document being produced by DEF with its supplemental responses to interrogatory numbers 43, 48, 50 and 51 of Staff's Fifth Set of Interrogatories (Nos. 41-53), 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 the 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 information contained within the document being produced by DEF with its supplemental responses to interrogatory numbers 43, 48, 50 and 51 of Staff's Fifth Set of Interrogatories (Nos. 41-53), relates to commercially sensitive confidential information concerning contractual business information and obligations under a contract between DEF, ADP CR3, LLC, and ADP SF1, LLC for decommissioning activities related to the accelerated

decommissioning of the DEF Crystal River Unit 3 Nuclear Plant (the "CR3 Facility"), the disclosure of which would not only impair the Company's competitive business advantages, but would also violate contractual requirements to maintain the confidentiality of such information under the subject contract. DEF is obligated to maintain the confidentiality of this information under the subject contract, and therefore it qualifies for confidential classification. See §§ 366.093(3)(d) and (e), F.S.; Affidavit of Terry Hobbs at ¶ 5 and 6. If DEF cannot assure contracting parties that it can maintain the confidentiality of contractual terms, those parties and other similarly situated parties may forego entering contracts with DEF, which would impair the ability of the Company to negotiate contracts on favorable terms. See § 366.093(3)(d), F.S.; Affidavit of Terry Hobbs 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 Terry Hobbs at ¶¶ 7 and 8. The information has not been disclosed to the public and the Company has treated and continues to treat the information at issue in this Request as confidential. *Id*.
- 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 eighteen (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 Fourth Request for Confidential Classification be granted.

DATED this \_\_\_\_\_ day of January, 2020.

Respectfully submitted,

DANIEL HERNANDEZ

Florida Bar No. 176834

NICOLE ZAWORSKA

Florida Bar No. 1003564

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### Duke Energy Florida, LLC Docket No.: 20190140-EI CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished via electronic mail this \_\_\_\_\_ day of January, 2020, to all parties of record as indicated below.

Attorney

Suzanne Brownless	J. R. Kelly / Charles J. Rehwinkel
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# Exhibit A

# "CONFIDENTIAL"

(submitted under separate cover)

## Exhibit B

## **REDACTED**

(two copies)

## REDACTED

Γ											
-		2013 TLG SAFSTOR Cost					1 ' '	CPI 2019 scalation	2019 ADP Pay Item Schedule	DIFF	
	•	(thousands of dollars)  License Site Total  Termination Restoration					Total		10.09%		
riod		ren	Illiacion	IVES	toration				10.0570		
	Site Reactivation &							_			
	Decommissioning Prep (1)	\$	77,778	\$	667	\$	78,445	Ś	86,359		
	Large Component Removal	· ·	170,798	<u> </u>	2,356	\$	173,154	\$	190,622		
	Plant Systems Removal and							<u> </u>			
	Building Remediation		155,222		1,397	\$	156,619	\$	172,419		
	License Termination		25,926		-/	\$	25,926	\$	28,541		
	Site Restoration		219		47,424	\$	47,643	\$	52,450		
		\$	429,943	\$	51,844	\$	481,787	\$	530,391		
	(2) CPI per Year (table at	tach						-	<b>A</b>		·
-	2014		0.80%			\$	485,641				
	2015		0.70%			\$	489,040				
	2016		2.10%			\$	499,310				
	2017		2.10%			\$	509,796				
	2018		1.90%			\$	519,482				
	2019		2.10%			\$	530,391 -				
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		2047 TI C CAFCTOR Coat					(2	) CPI 2019	2019 ADP	DIFF	
		2017 TLG SAFSTOR Cost					E	scalation	Pay Item Schedule	DIF	
		(thousands of dollars)						***************************************	Schedule		
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eriod	en positivativa s							-			
	Site Reactivation &	Ś	75.026	\$	699	\$	75,735	\$	78,795		
	Decommissioning Prep (1)	3	75,036	<del>ې</del>	2,552	\$	205,919	\$		-	
	Large Component Removal		203,367		2,332	-	203,313	7	214,230	-	
	Plant Systems Removal and		105 021		1 616	ے ا	166,636	ے	173,368		
	Building Remediation License Termination	<u> </u>	165,021		1,615	\$	28,278	\$	29,420		
•	<b>2.22.1.2</b>	<u> </u>	28,278		45,690	\$	45,919	\$	47,774		
b	Site Restoration	Ś	471,931	\$	50,556	Ş S	522,487	\$			
				<del>ر</del> _	30,330	ب ا	322,407	Ľ	<b>A</b>		
	101 CD1 Vanue (1. 1.1		المما								
	(2) CPI per Year (table at		<i>ed)</i> 1.90%			\$	532,414				

#### Notes

- (1) For comparison purposes TLG periods 3.a & b. were combined to mirror the ADP Pay Item Schedule.
- (2) CPI escalation is provided using an annual and compounded rate basis to demonstrate the results are identical regardless of method.

## REDACTED

•		2013 TLG SAFSTOR Cost (thousands of dollars)					:		(2) CPI 2019 Escalation	2019 ADP Pay Item Schedule	DIFF
			icense mination	Site Restoration		Total			10.09%	6	
od										_	
	Site Reactivation &										
& b.	Decommissioning Prep (1)	\$	77,778	\$	667	\$	78,445		\$ 86,359	-	
	Large Component Removal		170,798		2,356	\$	173,154	-	\$ 190,622		
	Plant Systems Removal and										
	Building Remediation		155,222		1,397	\$	156,619	-	\$ 172,419	_	
	License Termination		25,926		-	\$	25,926		\$ 28,541	_	
	Site Restoration		219		47,424	\$	47,643	Ļ	\$ 52,450	_	-
		\$	429,943	\$	51,844	\$	481,787	L	\$ 530,391		
	(2) CPI per Year (table at	tach	ed)						<b>1</b>		
	2014		0.80%			\$	485,641				
	2015		0.70%			\$	489,040				
	2016		2.10%			\$	499,310				
	2017		2.10%			\$	509,796				
	2018		1.90%			\$	519,482				
	2019		2.10%			\$	530,391 -				
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œυ.	Large Component Removal	Ť	203,367	<del>-</del>	2,552	Ś	205,919	f	\$ 214,238	_	
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	Building Remediation		165,021		1,615	\$	166,636		\$ 173,368		
	License Termination	$\vdash$	28,278		-,-30	\$	28,278	f	\$ 29,420		
	Site Restoration	-	229	<b></b>	45,690	\$	45,919	ŀ	\$ 47,774		
	Site Nestolation	\$	471,931	\$	50,556	\$	522,487	Ì	\$ 543,595		
	(2) CPI per Year (table a	ttacl	ned)					-	1		
	2018		1.90%	•		\$	532,414				
	2019	}	2.10%			\$	543,595 -				

#### Notes

(1) For comparison purposes TLG periods 3.a & b. were combined to mirror the ADP Pay Item Schedule.

(2) CPI escalation is provided using an annual and compounded rate basis to demonstrate the results are identical regardless of method.

## DUKE ENERGY FLORIDA, LLC Confidentiality Justification Matrix

DOCUMENT/RESPONSES	PAGE/LINE	JUSTIFICATION
DEF's Supplemental	Supplemental response to	§366.093(3)(d), F.S.
Responses to Staff's Fifth	Interrogatory No. 48 –	The document in question
Set of Interrogatories (Nos.	document bearing bates	contains confidential
41-53); specifically,	number DEF SUPP RESP	information, the disclosure of
interrogatories 43, 48, 50,	STAFF 5TH ROG – 000347:	which would impair DEF's
and 51		efforts to contract for goods or
	All information under the two	services on favorable terms.
	columns titled "2019 ADP Pay	
	Item Schedule" is confidential.	§366.093(3)(e), F.S.
		The document in question
	All information under the two	contains confidential
	columns titled "DIFF" is	information, the disclosure of
	confidential.	which would impair DEF's
		competitive interests, the
		disclosure would impair the
		competitive business.

## **Exhibit D**

# AFFIDAVIT OF TERRY HOBBS

#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition by Duke Energy Florida, LLC to Approve Transaction with Accelerated Decommissioning Partners, LLC for Accelerated Decommissioning Services at the CR3 Facility, Transfer of Title to Spent Fuel, and Assumption of Operations of the CR3 Facility Pursuant to the NRC License, and Request for Waiver From Future Application of Rule 25-6.04365, F.A.C. for Nuclear Decommissioning Study

DOCKET NO.: 20190140-EI

Submitted for Filing: January 16, 2020

### AFFIDAVIT OF TERRY HOBBS IN SUPPORT OF DUKE ENERGY FLORIDA, LLC'S FOURTH REQUEST FOR CONFIDENTIAL CLASSIFICATION

STATE OF FLORIDA

**COUNTY OF CITRUS** 

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

- 1. My name is Terry Hobbs. I am over the age of eighteen (18) and I have been authorized by Duke Energy Florida, LLC (hereinafter "DEF" or "Company") to give this affidavit in the above-styled proceeding on DEF's behalf and in support of DEF's Fourth Request for Confidential Classification ("DEF's Request"). The facts attested to in my affidavit are based upon my personal knowledge.
- 2. I am the General Manager for the Decommissioning of the DEF Crystal River Unit 3 Nuclear Plant (the "CR3 Facility").
- 3. As the General Manager, I am responsible for the overall management, implementation, and coordination of activities to place the CR3 Facility in a long-term dormant condition commonly referred to as a "SAFSTOR" condition. I am also responsible for ensuring

the safe storage of the used nuclear fuel at the CR3 Facility. Additionally, I oversee several managers and I ensure that such managers implement the plant programs, including the ground water monitoring, radiation, control and engineering programs, in an effective and efficient manner.

- 4. DEF is seeking the confidential classification for certain information contained within the document being produced by DEF with its supplemental responses to interrogatory numbers 43, 48, 50 and 51 of Staff's Fifth Set of Interrogatories (Nos. 41-53) served on December 5, 2019. The confidential information at issue is contained in confidential Exhibit A to DEF's Request and is outlined in DEF's Justification Matrix attached to DEF's Request as Exhibit C. DEF is requesting confidential classification of this information because it contains competitively sensitive confidential information concerning contractual business information and obligations under a contract, the disclosure of which would impair DEF's efforts to contract for goods or services on favorable terms.
- 5. The confidential information at issue relates to commercially sensitive confidential information concerning contractual business information and obligations under a contract between DEF, ADP CR3, LLC and ADP SF1, LLC for decommissioning activities related to the accelerated decommissioning of the CR3 Facility. The disclosure of such information would not only impair the Company's competitive business advantages, but would also violate DEF's contractual requirements to maintain the confidentiality of such information under the subject contract. Therefore, the confidential information at issue qualifies for confidential classification.
- 6. DEF is obligated to maintain the confidentiality of certain contractual terms under the subject contract. If DEF cannot assure contracting parties that it can maintain the

confidentiality of contractual terms, those parties and other similarly situated parties may forego entering contracts with DEF, which would impair the Company to negotiate such contracts on favorable terms.

- 7. The information identified as Exhibit A is intended to be and is treated as confidential by the Company. With respect to the information at issue in DEF's Request, such information has not been disclosed to the public, and the Company has treated and continues to treat such information as confidential.
- 8. Upon receipt of 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 information in question has the Company publicly disclosed that information. The Company has treated and continues to treat the information at issue as confidential.
  - 9. This concludes my affidavit.

FURTHER AFFIANT SAYETH NOT.

[Signature Page to Follow]

Dated the 15 day of January, 20	Terry Hobos Duke Energy Crystal River, Unit 3 Nuclear Plant 15760 W. Power Line St. Crystal River, FL 34428
	en to and subscribed before me this 15 day o
driver's license, or his	
	Lintz Fay Dye
(AFFIX NOTARY SEAL)	Printed Name
Notary Public State of Florida Linda Fay Dye My Commission GG 285682 Expires 04/14/2023	NOTARY PUBLIC, STATE OF FL  04/14/2023  Commission Expiration Date