Terry A. Davis Assistant Secretary and Assistant Treasurer One Energy Place Pensacola, Florida 32520-0786

Tel 850.444.6664 Fax 850.444.6026 TADAVIS@southernco.com RECEIVED-FPSC

12 FEB -7 AM 10: 29

COMMISSION CLERK



claim of confidentiality notice of intent request for confidentiality filed by OPC

For DN <u>DT733-12</u>, which is in locked storage. You must be authorized to view this DN.-CLK

February 6, 2012

Ms. Ann Cole, Commission Clerk 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Dear Ms. Cole:

RE: Docket No. 120001-El

Enclosed is Gulf Power Company's Request for Confidential Classification for Gulf Power Company's Revised Form 423-2 for February, 2011.

Sincerely,

ry a Dairo

nm

COM Enclosures APA ECR \+\CD Beggs & Lane CC: GCL Jeffrey A. Stone, Esq. RAD SRC ADM OPC CLK

1200 M C - - -

DOCUMENT NUMBER-DATE 00732 FEB-7 ≌ FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

Docket No.: 120001-EI Date: February 7, 2012

REQUEST FOR CONFIDENTIAL CLASSIFICATION

GULF POWER COMPANY ["Gulf Power", "Gulf", or the "Company"], by and through its undersigned attorneys and pursuant to Rule 25-22.006, Florida Administrative Code, hereby files a request that the Florida Public Service Commission enter an order protecting from public disclosure certain information submitted by Gulf Power on its Revised FPSC Form 423 Fuel Report for the month of February, 2011 (the "Revised 423 Report"). As grounds for this request, the Company states:

1. On April 25, 2011, Gulf Power filed its Form 423 Report for the month of February 2011 along with a related Request for Confidential Classification. (Document No. 02812-11). Following submission of the 423 Report, Gulf discovered that certain tonnage and pricing data relating to coal purchases for its Smith Electric Generating Plant required correction. In order to implement the necessary corrections, Gulf is filing a Revised 423 Report for the month of February 2011. This Request for Confidential Classification addresses the Revised 423 Report.

2. A portion of the information contained in Gulf Power's 423 Report constitutes proprietary confidential business information concerning bids and other contractual data, the disclosure of which would impair the efforts of Gulf Power to contract for goods and services on favorable terms. The information is entitled to confidential classification pursuant to section 366.093(3)(d) and(e), Florida Statutes. Specifically, the confidential information consists of pricing for coal and related transportation services purchased by Gulf Power. Gulf Power and the counterparties involved in these transactions consider the foregoing information to be confidential and competitively sensitive. Disclosure of this information could negatively impredER-CATE

00732 FEB-7≌

FPSC-COMMISSION CLERK

Gulf's ability to negotiate pricing favorable to its customers in the future. In addition, potential counterparties may refuse to enter into future contracts with Gulf, or may charge higher prices, if the confidential information is publicly disclosed.

3. To this attorney's knowledge, the pricing information regarding shipments in this month's report has not been otherwise publicly disclosed. This information is intended to be, and is treated as, confidential by Gulf Power.

4. Submitted as Exhibit "A" are copies of the subject documents, on which are 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 the subject documents, 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 6th day of February, 2012.

JEFFREY A. STONE Florida Bar No. 325953 RUSSELL A. BADDERS Florida Bar No. 007455 STEVEN R. GRIFFIN Florida Bar No. 0627569 Beggs & Lane P. O. Box 12950 Pensacola, FL 32591 (850) 432-2451 Attorneys for Gulf Power Company

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

Docket No.:120001-EIDate:February 7, 2012

REQUEST FOR CONFIDENTIAL CLASSIFICATION

)

EXHIBIT "A"

This information has been provided to the Commission Clerk

under separate cover as confidential information.

EXHIBIT "C"

Reporting Month: February

<u>Form 423-2</u>

Plant Names	Column	Justification
Plant Crist, lines 1-5	(g)	The Effective Purchase Price represents the contract
		coal commodity price net of Quality Adjustments
Plant Smith, line 1		found in column (k) on form 423-2(a). This
(revised data)		information is considered confidential and
		competitively sensitive by Gulf Power's coal
Plant Daniel, lines 1-2		suppliers. Additionally, disclosure of this
		information, in conjunction with the information
		disclosed under other columns in this filing, would
		enable coal suppliers to determine the prices being
		charged by their competitors. This, in turn, could
		lead to less competitive pricing and impact Gulf's
		ability to bargain for price concessions with its coal
		suppliers. This information is confidential pursuant
Plant Crist lines 1.5		to section 366.093(3)(d)-(e), Florida Statutes.
Plant Crist, lines 1-5	(h)	The Effective Transport Charges represent per ton
Plant Smith, line 1		transport charges incurred by Gulf to transport coal
(revised data)		to its plants. This information is considered confidential and competitively sensitive by Gulf's
(revised data)		transportation providers. Additionally, disclosure of
Plant Daniel, lines 1-2		Gulf's Effective Transport Charges in conjunction
Than Damer, mes 1-2		with the Total FOB Plant Price in column (i) would
		enable disclosure of the Effective Purchase Price in
		column (g) by subtracting the Effective Transport
		Charges in column (h) from the Total FOB Plant
		Price in column (i). This information is confidential
		pursuant to section 366.093(3)(d)-(e), Florida
		Statutes.

.

Plant Names Column Justification Plant Crist, lines 1-5 (f) The FOB Mine Price is the current contract price of coal purchased by Gulf from each supplier. Plant Smith, line 1 Disclosure of this information would enable (revised data) suppliers to compare prices with their competitors which could lead to less competitive coal pricing in Plant Daniel, lines 1-2 future bidding. Disclosure could also result in reduced ability for Gulf Power to bargain for price concessions from individual suppliers. This information is confidential pursuant to section 366.093(3)(d)-(e), Florida Statutes. Plant Crist, lines 1-5 The Original Invoice Price is the same as the FOB (h) Price in column (f) except in cases when the Plant Smith. line 1 supplier discloses its short haul and loading costs (column (g)), if any, included in the contract price (revised data) of coal. Disclosure of this information would therefore be detrimental for the same reasons as are Plant Daniel, lines 1-2 articulated above in connection with the FOB Mine Price. Plant Crist, lines 1-5 (j) The Base Price is the same as the Original Invoice Price in column (h), since retroactive pricing Plant Smith, line 1 adjustments (column (i)) are normally received, if at (revised data) all, after the reporting month and are included on Form 423-C, if necessary. Disclosure of this information would therefore be detrimental for the Plant Daniel, lines 1-2 same reasons as are articulated above in connection with the FOB Mine Price. (\mathbf{l}) The Effective Purchase Price represents the Base Price in column (j) adjusted by the Quality Plant Crist, lines 1-5 Adjustments in column (k). Disclosure of this information would therefore be detrimental for the Plant Smith, line 1 same reasons as are articulated above in connection (revised data) with FOB Mine Price. Plant Daniel, lines 1-2

Form 423-2(a)

Plant Names	Column	Justification
Plant Crist, lines 1-5 Plant Smith, line 1 (revised data) Plant Daniel, lines 1-2	(g)	The Effective Purchase Price, as described above, is contract coal commodity price net of Quality Adjustments found in column (k) on form 423-2(a) and is confidential for the reasons previously stated.
Plant Crist, lines 3-5 Plant Daniel, lines 1-2	(i)	The Rail Rate is the current rate that Gulf Power pays to transport coal to its plants via rail. This information is considered confidential by Gulf's rail transportation providers. Additionally, disclosure of this information would enable rail transport providers to compare rates with their competitors which, in turn, could lead to less competitive rail rates in future negotiations. Disclosure would also result in reduced ability for Gulf Power to bargain for price concessions from individual providers. This information is confidential pursuant to section 366.093(3)(d), Florida Statutes.
Plant Crist, lines 1-5 Plant Smith, line 1 (revised data)	(k)	The River Barge Rate is the current rate that Gulf Power pays to transport coal to its plants via barge. This information is considered confidential by Gulf's barge transportation providers. Additionally, disclosure of this information would enable barge transport providers to compare rates with their competitors which, in turn, could lead to less competitive barge rates in future negotiations. Disclosure could also result in reduced ability for Gulf Power to bargain for price concessions from individual providers. This information is confidential pursuant to section 366.093(3)(d), Florida Statutes.

Form 423-2(b)

Plant Crist, lines 1, 3-5	(1)	The Transloading Rate is the contract price to unload coal from vessels and trains and reload coal into Gulf's barges at the associated port facilities. The terms of the transloading agreement state that these rates shall remain confidential between the parties of the contract. Revealing this information would harm Gulf's and its suppliers' competitive interests. This information is confidential pursuant to section 366.093(3)(d), Florida Statutes
Plant Crist, lines 1-5 Plant Smith, line 1 (revised data) Plant Daniel, lines 1-2	(p)	The Total Transportation Charges represent the total cost reported as transportation charges. Disclosure of this information in conjunction with information disclosed in other columns of Form 423-2(b) could enable third parties to determine individual components of the Total Transportation Charge, such as Rail or River Barge Rates which are confidential for the reasons stated above.

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

)

IN RE: Fuel and Purchased Power Cost Recovery Clause with Generating Performance Incentive Factor

Docket No.: 120001-EI

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true copy of the foregoing was furnished by U.S. mail this 6th day of February, 2012 on the following:

John T. Burnett Dianne M. Triplett Progress Energy Service Co. P. O. Box 14042 St. Petersburg FL 33733-4042 john.burnett@pgnmail.com

Patrick K. Wiggins Grossman, Furlow & Bayo, L.L.C. 2022-2 Raymond Diehl Road Tallahassee, FL 32308 p.wiggins@gfblawfirm.com

Randy B. Miller White Springs Agricultural Chemicals PO Box 300 15483 Southeast 78th Street White Springs, FL 32096 RMiller@pcsphosphate.com

Paul Lewis, Jr. Progress Energy Florida, Inc. 106 E. College Ave., Ste. 800 Tallahassee FL 32301 paul.lewisir@pgnmail.com

Vicki Kaufman Jon Moyle Keefe Anchors Gordon & Moyle PA 118 N. Gadsden St. Tallahassee, FL 32301 <u>vkaufman@kagmlaw.com</u> <u>imoyle@kagmlaw.com</u> John T. Butler, Esq. Senior Attorney Florida Power & Light Company 700 Universe Boulevard Juno Beach FL 33408-0420 john_butler@fpl.com

Paula K. Brown Tampa Electric Company P. O. Box 111 Tampa FL 33601 <u>Regdept@teccenergy.com</u>

James D. Beasley, Esq. J. Jeffry Wahlen Attorneys for Tampa Electric Co. Ausley & McMullen P. O. Box 391 Tallahassee FL 32302 jbeasley@ausley.com

Robert Scheffel Wright c/o Gardner Law Firm 1300 Thomaswood Drive Tallahassee, FL 32308 <u>schef@gbwlegal.com</u>

JR. Kelly P. Christensen C. Rehwinkel Associate Public Counsel Office of Public Counsel 111 West Madison Street, Rm. 812 Tallahassee, FL 32399- 1400 christensen.patty@leg.state.fl.us Rehwinkel.Charles@leg.state.fl.us Kelly.jr@leg.state.fl.us Jennifer Crawford, Sr. Attorney Office of General Counsel FL Public Service Commission 2540 Shumard Oak Boulevard Tallahassee FL 32399-0850 jcrawfor@psc.state.fl.us

Kenneth Hoffman Florida Power & Light Co. 215 S. Monroe Street, Ste. 810 Tallahassee FL 32301-1859 Ken.Hoffman@fpl.com

Mr. Thomas A. Geoffroy Florida Public Utilities Company PO Box 3395 West Palm Beach, FL 33402-3395 tgeoffroy@fpuc.com

Beth Keating Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 618 Tallahassee, Florida 32301 bkeating@gunster.com

James W. Brew F. Alvin Taylor Brickfield, Burchette, et al., P.C. 1025 Thomas Jefferson St., NW Eighth Floor, West Tower Washington, DC 20007-5201 ibrew@bbrslaw.com ataylor@bbrslaw.com Karen S. White, Staff Attorney AFLSA/JACL-ULGSC 139 Barnes Drive, Suite 1 Tyndall AFB, FL 32403-5319 karen.white@tyndall.af.mil Michael C. Barrett Div Of Economic Regulation Fl Public Service Commission 2540 Shumard Oak Blvd Tallahassee, Fl 32399-0850 mbarrett@psc.state.fl.us Martha F. Barrera Lisa Bennett Office of General Counsel FL Public Service Commission 2540 Shumard Oak Boulevard Tallahassee FL 32399-0850 mbarrera@psc.state.fl.us Ibennett@psc.state.fl.us

City of Marianna City Hall 2898 Green Street Marianna, FL 32446 deani@cityofmarianna.com Florida Association for Fairness in Rate Making Dan Moore 316 Maxwell Road, Suite 400 Alpharetta, GA 30009 dmoore@ecoconsult.com

JEFFREY A. STONE

ť

Florida Bar No. 325953 **RUSSELL A. BADDERS** Florida Bar No. 007455 **STEVEN R. GRIFFIN** Florida Bar No. 0627569 BEGGS & LANE P. O. Box 12950 Pensacola FL 32591-2950 (850) 432-2451 **Attorneys for Gulf Power Company**