

DOCKETED

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September 29, 2021

Via Email

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**Application for Confidential Designation for Data in Integrated Energy
Policy Report, Docket 21-IEPR-03**

Dear John A. Pacheco:

The California Energy Commission (CEC) received the confidentiality application submitted by San Diego Gas & Electric Company (applicant or SDGE) on July 21, 2021, and August 18, 2021, for specified data contained in the 2021 Integrated Energy Policy Report (IEPR). Specifically, confidentiality is sought for:

Form 1.1b

Retail Sales of Electricity by Class or Sector (Bundled), in gigawatt-hours (GWh), for 2019-2032, Columns C through G, Rows 11-13

Form 1.2

Total Energy to Serve Load, in gigawatts (GW), for 2019-2032, Columns B-D, Rows 10-12

Form 1.3

Load-Serving Entity (LSE) Coincident Peak Demand by Sector, in megawatts (MW), for 2019-2032, Columns K, M, and N, Rows 12-14

Form 1.4

Distribution Area Coincident Peak Demand, in MW, for 2019-2032, Columns C through G, Rows 11-13

Form 1.5

Peak Demand Weather Scenarios, in MW, for 2021-2032, Columns D through F, Rows 10 and 13-24

Form 1.6a

Recorded LSE Hourly Loads For 2019 and 2020, and Forecast Loads for 2022, in megawatt-hours (MWh) – Columns C through H

Form 2.2

Electricity Rate Forecast for 2019-2032, in cents per kilowatt-hour (cents/KWh)

Form 8.1a (IOU)

Independently Owned Utility (IOU) Revenue Requirements by Major Cost Categories/Unbundled Rate Component, for 2019-2032, to wit: Row 18, Columns B through O; and for 2023-2032, to wit: Row 19, Columns F through O

Confidential designation of this data is requested pursuant to Title 20, California Code of Regulations, section 2505, on the grounds that the information is not otherwise publicly available or readily discoverable in the form or detail provided at this time, that the information is market sensitive and constitutes trade secrets in terms of disclosing applicant's very recent wholesale and retail activities, that the data is proprietary (belonging to another company, from which applicant purchased it), and that the release of this information will result in loss of competitive advantage in the wholesale and retail marketplaces relative to applicant's ability to negotiate future contracts for the purchase or resale of energy and/or capacity at wholesale, or negotiation of contracts with retail customers. The application also states that confidentiality is appropriate under Government Code section 6255(a) because the public interest in nondisclosure clearly outweighs the public interest in disclosure.

A properly filed Application for Confidentiality shall be granted under Title 20, California Code of Regulations, section 2505(a)(3)(A), "if the applicant makes a reasonable claim that the Public Records Act or other provision of law authorizes the [CEC] to keep the record confidential." The California Public Records Act allows for the non-disclosure of corporate proprietary information including trade secrets. (Gov. Code, sections 6254(k), 6276.44; see also Evid. Code, section 1060; Civ. Code, section 3426.1.) Government Code section 6255 also permits the CEC to withhold a public record where "the public interest served by not disclosing the record clearly outweighs the public interest served by disclosure of the record."

California courts have traditionally used the following definition of trade secret:

A trade secret may consist of any formula, pattern, device, or compilation of information which is used in one's business, and which gives him an opportunity to obtain an advantage over competitors who do not know or use it.

(*Uribe v. Howe* (1971) 19 Cal.App.3d 194, 207-208, from the Restatement of Torts, vol. 4, section 757, comment b, p. 5.)

Here, the application states that 1) the confidential records contain commercially sensitive data which could provide insight into the applicant's business strategies; 2) if publicly disclosed, the data could be used to determine historical and forecasted power and capacity needs, which could be used by competitors to cause competitive harm to the applicant, or could be used by suppliers to the applicant's disadvantage in negotiating price and terms or procurement transactions, or could be used by customers to extract better terms in contract negotiations with the applicant; 3) the data has commercial value to the applicant which provides a competitive advantage; and 4) the confidential records are not available to the public.

The information contained in Forms 1.3 and 1.4 does not constitute trade secrets, nor does the public interest in non-disclosure of such data outweigh the public interest in its disclosure. This conclusion is supported, in part, by the Energy Commission's Order Denying Southern California Edison Company's Appeal of Executive Director Decision Denying Confidentiality, dated April 13, 2005, and, in part, in the subsequent decision in Superior Court upholding that Order (Case No. 05cs00860).

However, the information contained in Forms 1.3 and 1.4 may be aggregated on a statewide basis with the same type of data reported by other energy service providers or load serving entities, and steps are taken to ensure that SDGE's specific data cannot be ascertained. Based on this information, the confidentiality application for the information contained in Forms 1.3 and 1.4 is approved through December 31, 2024, or until it is publicly released, whichever is earlier. The information in Forms 1.3 and 1.4 may be released before December 31, 2024, or other public release, if applicant-specific information is aggregated with information from all other statewide energy service providers. Load serving entities provide quarterly annual retail sales under Title 20, California Code of Regulations, section 1306. As set forth in Title 20, California Code of Regulations, section 2507(e)(1)(A)(1), the quarterly data can be publicly disclosed for an individual load serving entity if aggregated at the statewide level by year. Therefore, data submitted consistent with this aggregation will not be confidential.

The confidentiality application for the information contained in the specified portions of Forms 1.1b, 1.2, 1.5, 1.6a, and 2.2 is granted through December 31, 2024, or until it is publicly released, whichever is earlier. The confidentiality application for the data in Form 8.1a (IOU) is granted through December 31, 2024, or until it is publicly released, whichever is earlier.

Please file the public version of all other forms (1.8, 2.1, 2.3, 4, 8.1b (Bundled) and 8.1b (Departed Load)) to the docket. For Form 8.1a (IOU), this grant of confidentiality is only for those specified portions listed above, which are marked by yellow highlighting on Form 8.1a (IOU) itself. Please file a public version of Form 8.1a (IOU) to the docket. This public document should be redacted only to the point necessary to protect confidentiality.

Be advised that persons may petition to inspect or copy records that the CEC has designated as confidential, the executive director may disclose, or release records previously designated as confidential in certain circumstances, and the CEC may hold a hearing to determine the confidentiality of its records on its own motion or on a motion by CEC staff. The procedures and criteria for disclosing or releasing, filing, reviewing, and acting upon such petitions or motions are set forth in the Title 20, California Code of Regulations, sections 2506-2508.

You may request confidentiality for similar data in a future annual report without submitting an application by following the procedures set forth in Title 20, California Code of Regulations, section 2505(a)(4).

If you have any questions, please contact Raj K. Dixit, attorney, at raj.dixit@energy.ca.gov or (916) 776-3408.

Sincerely,



Drew Bohan
Executive Director