BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and Purchased Power

Cost Recovery Clause with Generating

Performance Incentive Factor.

Docket No. 040001-EI Filed: November 1, 2003

THE FLORIDA INDUSTRIAL POWER USERS GROUP'S **OBJECTIONS AND RESPONSES TO FLORIDA POWER & LIGHT COMPANY'S** FIRST REQUEST FOR ADMISSIONS (NOS. 1-3)

Pursuant to Rule 28-106.206, Florida Administrative Code, and Rule 1.370(a), Florida

Rules of Civil Procedure, the Florida Industrial Power Users Group (FIPUG), hereby files its

Objections and Responses to Florida Power & Light Company's (FPL) First Request for

Admissions Nos. 1-3.

**REQUEST FOR ADMISSIONS** 

1. The requirements of Section 403.519, Florida Statutes (the "Power Plant Siting

Act"), and Rule 25-22.082, Florida Administrative Code (the "Bid Rule") do not apply to the

contracts with Southern Company for which FPL seeks Florida Public Service Commission

approval in Docket No. 040001-EI.

**OBJECTION:** FIPUG objects to this request because it is irrelevant to the issues in this

docket. FIPUG also objects to this request because it is based on a false premise — FIPUG's

position is not based on the applicability or non-applicability of the Bid Rule. FIPUG's position

is that FPL has failed to meet its burden of proof to demonstrate that the Southern contracts for

which it seeks approval in this docket are the most cost-effective alternative available.

2. It is uncertain whether the generation resources discussed in the Direct Testimony

FIPUG has sponsored and co-sponsored in this docket as alternatives to the contracts with

Southern Company for which FPL seeks Florida Public Service Commission approval in Docket

No. 040001-EI will be available to provide output to FPL in 2010.

1

OBJECTION: FIPUG objects to this request on the grounds that "the generation resources discussed in the Direct Testimony FIPUG has sponsored and co-sponsored in this docket as alternatives to the contracts with Southern Company" are not separately set forth for admission as required by Rule 1.370(a), Florida Rules of Civil Procedure. FIPUG further objects because the request is vague and overbroad. FIPUG also objects to the request because it again mischaracterizes FIPUG's position. FIPUG does not support one generation resource or another as an alternative to the proposed contracts with Southern Company. Rather, FIPUG's testimony notes that alternatives to the Southern Company contracts may exist in the wholesale market and that FPL has not met its burden of proving that it has adequately explored the market so as to assure the Commission and ratepayers that the contracts for which it seeks approval are the most cost-effective alternative.

3. The Southern Company generation units that are represented by the contracts for which FPL seeks Florida Public Service Commission approval are already in service.

**OBJECTION:** FIPUG objects to this request as irrelevant to the issues in this docket as it mischaracterizes FIPUG's position. FIPUG does not support one generation resource or another as an alternative to the proposed contracts with Southern Company. Rather, FIPUG's testimony notes that alternatives to the Southern Company contracts may exist in the wholesale market and FPL has not met its burden of proving that it has adequately explored the market so as to assure the Commission and ratepayers that the contracts for which it seeks approval are the most cost-effective alternatives.

## s/Timothy J. Perry

John W. McWhirter
McWhirter, Reeves, McGlothlin, Davidson,
Kaufman, & Arnold, P.A.
400 North Tampa Street, Suite 2450
Tampa, Florida 33602

Telephone: (813) 224-0866 Telecopier: (813) 221-1854 jmcwhirter@mac-law.com

Joseph A. McGlothlin
Vicki Gordon Kaufman
Timothy J. Perry
McWhirter, Reeves, McGlothlin, Davidson,
Kaufman, & Arnold, P.A.
117 South Gadsden Street
Tallahassee, Florida 32301
(850) 222-2525 (telephone)
(850) 222-5606 (fax)
jmcglothlin@mac-law.com
vkaufman@mac-law.com
tperry@mac-law.com

Attorneys for Florida Industrial Power Users Group

## **CERTIFICATE OF SERVICE**

**I HEREBY CERTIFY** that a true and correct copy of the foregoing Florida Industrial Power Users Group's Objections and Responses to Florida Power & Light Company's First Request for Admissions (Nos. 1-3) has been furnished by electronic mail, U.S. Mail and (\*) Federal Express this 1<sup>st</sup> day of November 2004, to the following:

Adrienne Vining Wm. Cochran Keating IV Florida Public Service Commission Division of Legal Services 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

(\*) John T. Butler Steel Hector & Davis LLP 200 S. Biscayne Boulevard Suite 4000 Miami, Florida 33131-2398

Jeffrey A. Stone Beggs & Lane Post Office Box 12950 Pensacola, Florida 32591

Norman H. Horton Messer, Caparello & Self 215 South Monroe Street Suite 701 Tallahassee, Florida 32302

Michael B. Twomey Post Office Box 5256 Tallahassee, Florida 32314-5256 Harold McLean Patricia A. Christensen Office of the Public Counsel 111 West Madison Street Room 812 Tallahassee, Florida 32399

Lee L. Willis James D. Beasley Ausley & McMullen 227 S. Calhoun Street Tallahassee, Florida 32302

James A. McGee 100 Central Avenue, Suite CX1D St. Petersburg, Florida 33701

John T. English Florida Public Utilities Company Post Office Box 3395 West Palm Beach, Florida 33402

Jon Moyle Moyle, Flanigan, Raymond, & Sheean The Perkins House 118 North Gadsden Street Tallahassee, Florida 32301

<u>s/Timothy J. Perry</u> . Timothy J. Perry