		1	
,			
1	BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION		
2		DOCKET NO. 060635-TL	
3			
4	In the Matter of:		
5	PETITION FOR DETERM		
6	ELECTRICAL POWER PLANT IN TAYLOR COUNTY BY FLORIDA MUNICIPAL POWER AGENCY, JEA,		
7	REEDY CREEK IMPROVEMENT DISTRICT, AND CITY OF TALLAHASSEE.		
8			
9		Contraction in the second seco	
10			
11			
12		C VERSIONS OF THIS TRANSCRIPT ARE	
13	THE OFF:	VENIENCE COPY ONLY AND ARE NOT ICIAL TRANSCRIPT OF THE HEARING,	
14	THE PDF VI	ERSION INCLUDES PREFILED TESTIMONY.	
15	PROCEEDINGS:	AGENDA CONFERENCE ITEM NO. 3	
16			
17	BEFORE:	CHAIRMAN LISA POLAK EDGAR COMMISSIONER J. TERRY DEASON	
18		COMMISSIONER ISILIO ARRIAGA COMMISSIONER MATTHEW M. CARTER, II	
19		COMMISSIONER KATRINA J. TEW	
20	DATE:	Tuesday, November 21, 2006	
21	PLACE:	Betty Easley Conference Center Room 148	
22		4075 Esplanade Way Tallahassee, Florida	
23	REPORTED BY:	LINDA BOLES, CRR, RPR	
24		Official Commission Reporter (850) 413-6734	
25			
		DOCUMENT NUMBER-DATE	
	FLOR	IDA PUBLIC SERVICE COMMISSION 10750 NOV 22 g	
		FPSC-COMMISSION CLERK	

k

	2
1	PARTICIPATING:
2	SUZANNE BROWNLESS, ESQUIRE, representing the Natural
3	Resources Defense Council.
4	BRIAN P. ARMSTRONG, ESQUIRE, representing Rebecca
5	Armstrong and Anthony Viegbesie.
6	GARY PERKO, ESQUIRE, representing Florida Municipal
7	Power Agency, JEA, Reedy Creek Improvement District, and the
8	City of Tallahassee.
9	E. LEON JACOBS, JR., ESQUIRE, representing the Sierra
10	Club, John Hedrick and Brian Lupiani.
11	MICHAEL COOKE, GENERAL COUNSEL; JENNIFER BRUBAKER,
12	ESQUIRE; and KATHERINE FLEMING, ESQUIRE, FPSC General Counsel's
13	Office, representing the Florida Public Service Commission
14	Staff.
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
	FLORIDA PUBLIC SERVICE COMMISSION

,	3		
1	PROCEEDINGS		
2	CHAIRMAN EDGAR: And we will begin discussions with		
3	Item 3.		
4	MS. FLEMING: Katherine Fleming appearing on behalf		
5	of Commission staff, legal staff.		
6	Commissioners, Item 3 is staff's recommendation to		
7	deny the motion for reconsideration filed on behalf of the		
8	Sierra Club, Mr. Hedrick and Mr. Lupiani. The parties are		
9	present to address the Commission. Oral argument was not		
10	requested. Participation is at the Commission's discretion.		
11	CHAIRMAN EDGAR: I see that we do have some parties		
12	that would like to, I think would like to speak. Are you		
13	requesting oral argument or would you like brief, just brief		
14	comments?		
15	MR. JACOBS: Good morning, Madam Chairman.		
16	CHAIRMAN EDGAR: Good morning.		
17	MR. JACOBS: We would like to have oral argument.		
18	CHAIRMAN EDGAR: Okay. Commissioners, that is at our		
19	discretion. If so, we'll use our usual ten minutes guideline.		
20	Mr. Jacobs, is that oral argument for three of you or as a		
21	group, and Mr. Armstrong and Ms. Brownless?		
22	MR. JACOBS: I'd like for each party to have their		
23	own opportunity, and I'll try and restrict my comments in time		
24	so they won't be unduly imposing on your time.		
25	CHAIRMAN EDGAR: Commissioners, oral argument?		

•

FLORIDA PUBLIC SERVICE COMMISSION

COMMISSIONER ARRIAGA: I have a question. 1 CHAIRMAN EDGAR: Commissioner Arriaga. 2 COMMISSIONER ARRIAGA: And it is a procedural 3 question, Madam Chairman. 4 CHAIRMAN EDGAR: Yes, sir. 5 COMMISSIONER ARRIAGA: This just came up; right? 6 CHAIRMAN EDGAR: This is the first that I'm aware of 7 the request for oral argument; however, the possibility has 8 been there. 9 10 COMMISSIONER ARRIAGA: And the representatives of the 11 company were aware or prepared for this? 12 CHAIRMAN EDGAR: I'll look to the company 13 representative. MR. PERKO: Good morning, Madam Chairman. 14 CHAIRMAN EDGAR: Good morning. 15 This is Gary Perko on behalf of the 16 MR. PERKO: 17 applicants: Florida Municipal Power Agency, JEA, Reedy Creek Improvement District and the City of Tallahassee. And if it's 18 the Commission's pleasure to take oral argument, even though it 19 20 was not requested, we are prepared to address that. 21 COMMISSIONER ARRIAGA: Good. Thank you. CHAIRMAN EDGAR: Okay. All right. Thank you. 22 23 Mr. Jacobs, are you first? 24 MR. JACOBS: Yes. 25 CHAIRMAN EDGAR: You're recognized. FLORIDA PUBLIC SERVICE COMMISSION

MR. JACOBS: Thank you, Madam Chairman. My name is Leon Jacobs. I am here today on behalf of the Sierra Club, Mr. John Hedrick and Mr. Brian Lupiani. And the purpose of our comments today are to address the, the Commission's order which denies our request for extension on the scheduling, particularly in discovery in Docket Number 060635.

7 The essence of my comments are these: We believe that the order would deny my clients and also the other 8 9 intervenors fundamental due process in this docket. The 10 Commission has looked essentially in the past at due process as 11 being satisfied when parties have notice and a reasonable 12 opportunity to participate in those proceedings. We believe 13 that in this particular instance, while you have shown latitude 14 in allowing parties to come into the docket, it is still 15 fundamentally important that there be a reasonable and a full opportunity to participate. 16 And the schedule as it exists 17 today, in the context of the dynamics of both this proceeding 18 and the industry as a whole, would, would deny the parties an 19 opportunity to fully participate.

I'll elaborate just briefly and the other parties, I'm sure, will add to those comments. Already in this docket you've had, as is the case around the country in these filings, substantial variation in the projected costs. Those costs are not -- there's no indication that the variation has come to an end. Therefore, there's absolutely an incredible important

FLORIDA PUBLIC SERVICE COMMISSION

need for this Commission to understand what's happening with the costs of building plants both in this state and around the country. We believe only by a full participation of the parties in this case will you come to some kind of handle on that.

We believe that in addition to that there are external -- there are additional costs related to this docket that are, that are fairly unclear and have not been really made clear by the filings. Those costs have to do with infrastructure and other associated costs, directly O&M costs with this plant.

Again, same set of dynamics are in play where around the country and in the state as a whole, and particularly because of the location of this plant, there are issues that need to be ferreted out.

16 And then finally there is an incredible need to 17 explore external costs in this case. We believe that there are 18 real and expressed costs that are to be borne by this plant 19 before it goes into operation; they will be imposed on this 20 plant. And if you do not explore -- and we believe that the 21 filing as it exists today does not adequately address or assess 22 those costs. So if you approve this plant and let it go into 23 play with these particular owners, there's a very strong chance 24 that you won't have a chance to look at these costs in terms of 25 cost-effectiveness of this as a plant addition. And you -- and

FLORIDA PUBLIC SERVICE COMMISSION

in the past when you've looked at circumstances such as this, you've exercised very broad discretion both in need determinations and other matters. And particularly when it came down to due process, you've said, well, we can, we can make sure that we cover these issues by giving parties ample and additional time to make their case. GridFlorida is a classic example of that, and there are others as well.

7

8 So we believe this is -- because of the nature and 9 the time in which you find yourselves in in engaging so many 10 new plants, the dynamics that are in place in the industry and 11 other factors, that it is imperative that you, you allow full 12 opportunity for the parties to participate in this docket, and 13 the schedule as it presently exists does not allow that. And 14 with that, Madam Chairman, I'll end my comments.

> CHAIRMAN EDGAR: Thank you, Mr. Jacobs. Mr. Armstrong.

17 MR. ARMSTRONG: Thank you, Madam Chair, 18 Commissioners. My name is Brian Armstrong. I'm here on behalf of Anthony Viegbesie, as well as my lovely wife Rebecca 19 Armstrong. I appreciate your giving us an opportunity to 20 address you this morning. Obviously we have asked for more 21 22 time, and we, the intervenors, believe that without additional 23 time our due process rights will be violated. And let me give you an example of why. 24

25

15

16

Your staff obviously has dealt with a number of these

FLORIDA PUBLIC SERVICE COMMISSION

proceedings and obviously has the experience doing the 1 discovery and reviewing the documents and all the reams and 2 reams of data that have been provided. Let me start by saying 3 4 too, we're not talking about one utility here. We're talking 5 about four utilities, one of which is a partnership of utilities that has 19 utilities behind it. So this is a very, 6 7 very complicated docket that you're dealing with here, not run-of-the-mill. 8

Your staff knows how to deal with these dockets and 9 conduct discovery. Your staff acted expeditiously, I would 10 suggest, and got interrogatories and document requests out. 11 Commissioners, we received the responses yesterday. Yesterday 12 was nearly a month after we, as intervenors, were required to 13 file our case in chief in this docket. Our testimony was due a 14 month ago. Your staff worked as diligently as possible; got 15 interrogatory responses yesterday. We haven't had a chance to 16 17 look at that discovery. And let me tell you a few of the things that are disclosed by that, why it's so important in the 18 best interest of all of us to delay this thing a bit and give 19 us a better chance to deal with the record. 20

Yesterday -- the cost of this plant now is projected to be above \$2 billion, more than 50 percent higher than what was projected a year ago and, again, 20 percent higher than the last projection that these TEC partners made. No commitments whatsoever from any railroad to provide rail transportation for

FLORIDA PUBLIC SERVICE COMMISSION

1 coal. As a matter of fact, their testimony says they might 2 need to build railroads. Two railroads might have to go out 3 there and build whole new lines for this thing. No commitment 4 from any port to take the coal in that's going to be necessary 5 to provide the coal to this plant. No commitment. As a matter 6 of fact, they might even have to build a port they suggest in 7 their response to interrogatories.

Can you think no commitment, no commitment, no 8 commitment, higher costs? I'm sure this Commission is aware of 9 10 what happened in North Carolina recently when the North Carolina commission went to a hearing with respect to the Duke 11 Energy request for a coal plant. They concluded the hearings 12 13 with one set of information before them, and within six months 14 Duke Energy, knowing they were going to continue to be 15 regulated by that Commission and have to go before them for 16 rates, said, Commission, we think we might have to open that 17 docket because we just got updated projected costs. 18 Commissioners, the updated projected costs went up by 50 percent, from \$2 billion to \$3 billion. That's the status 19 20 of the energy industry right now. That's the status of these 21 coal plants right now. This new information alone needs --22 think of all the discovery that we need to do to make sure that 23 they have done the correct comparisons now to the alternatives 24 available, the alternative sources of supply and the cost of 25 those supply.

FLORIDA PUBLIC SERVICE COMMISSION

What we've been able to do so far, we've recognized 1 2 that there is significant questions about why they're not 3 looking at demand-side management and conservation techniques. One of the partners, the City of Tallahassee, at the urging of 4 5 many, many people has done, has hired outside objective analysts and experts, and now they have determined in and of 6 7 themselves to go with a biomass plant. It's cost-effective and it'll provide energy, it's reliable. And they've also 8 9 implemented demand-side management and conservation energy 10 programs which are being used all over the state, the country. But yet now so far we've been able to determine in discovery is 11 12 that Tallahassee is using all these methods and all these 13 different experts and actually doing an analysis of programs 14 available and what's being done elsewhere. None of that is 15 available, none of that is in the testimony here that we have. All we have is statistical and methodical and computer runs to 16 suggest that demand-side management and these other biomass and 17 these other things that the City of Tallahassee has now already 18 19 implemented are cost-effective.

So think about the discovery we need to do. I mean, why should computer models -- how does that match up to what the City of Tallahassee has done when they've hired real experts and come up with real programs and done real analysis? That takes time. And I've got to suggest that we need that time, it's in the best interest of everybody sitting here to

FLORIDA PUBLIC SERVICE COMMISSION

give us more time so that we can make sure that this Commission receives a complete analysis.

1

2

25

The costs have already skyrocketed. They're at the 3 top of their sensitivity analysis, the top right now. That 4 should become their base case for cost estimates. And then 5 they should do another sensitivity analysis that goes up at 6 least 20 percent above that. That's prudent. We're not going 7 to be building this plant and using it until at least 2012, and 8 I would suggest it's going to be far beyond that. 9

10 So, Commissioners, we are asking for due process. We 11 are asking for some additional time so that we can make sure 12 the record is complete for you all, because it sure isn't 13 complete now. No railroad transportation, no ports, costs 14 going up by the minute.

And by the way, one thing this Commission should know 15 as well, Wall Street, the coal mining businesses, the railroad 16 providers, their stocks are the darling of Wall Street right 17 now because the costs are going to go up. Everybody is 18 predicting it, everybody is suggesting it. If we have some 19 more time, Commissioners, we can have a better assessment of 20 where those costs might be. Time will give us better, more 21 accurate information. And I really do appreciate your time. 22 Thank you, Mr. Armstrong. CHAIRMAN EDGAR: 23 Ms. Brownless. 24

MS. BROWNLESS: Yes, ma'am. Suzanne Brownless here

FLORIDA PUBLIC SERVICE COMMISSION

25

appearing on behalf of the Natural Resources Defense Council.

12

I just wanted to mention that although our motion is not up today, it is an identical motion to the motions that are being considered. It was filed on November 2nd, subsequent to that filed by the Sierra Club and by Mr. Armstrong on behalf of his clients. And it is the same identical motion. I'm not going to take a lot of your time this morning. Obviously I agree with what my fellow intervenors have said.

I would only point out that these cases are extremely
technical. They are extremely dependent upon very complex
integrated resource planning computer models. But any kind of
integrated resource planning computer model, as any other
computer model, is only as good as the data you put in it.
It's only as good as the sensitivity studies you run.

15 The electric industry when I first got in the 16 business 26 years ago was a very staid industry and truly 17 nothing much changed. And in the last five years it has become 18 an extremely volatile industry recognized by everybody as 19 certainly not a widows and orphans stock anymore. And I'm 20 suggesting to you that the Public Service Commission needs to 21 recognize that change, needs to recognize the volatility and 22 needs to take into account that processes should change here to 23 get the most accurate information available. Thank you very 24 much.

CHAIRMAN EDGAR: Thank you.

FLORIDA PUBLIC SERVICE COMMISSION

Mr. Perko.

1

2 MR. PERKO: Thank you, Madam Chairman. On behalf of 3 the applicants I'm Gary Perko.

First of all, I would like to respond to a number of the assertions that were made by primarily Mr. Armstrong and others that really relate to the merits of this case, and I would suggest that those issues are not before you at this time.

9 What's before you is a motion to reconsider the prehearing officer's order to deny, at least in part, a request 10 to extend some of the schedules in this proceeding. 11 Now that 12 order did provide additional time for the intervenors to file 13 their testimony in this case, and, in fact, the intervenors 14 have filed testimony of six witnesses by that deadline. And 15 have you -- as you've heard today, the intervenors have clearly 16 gone through our testimony and applications and have identified 17 issues that they think need to be explored. That application 18 was filed two months ago, and yet we have yet to receive a 19 single discovery request from any of the intervenors.

20 Staff has issued two sets of discovery, 21 Commissioners, and have been very diligent in doing so. And as 22 Mr. Armstrong said, we responded to one set of discovery 23 yesterday. We more than -- I believe it was two weeks ago we 24 responded to the first set. So there has been information 25 being provided by the applicants at staff's request going to

FLORIDA PUBLIC SERVICE COMMISSION

some of the issues that have been raised here. And the applicant -- or the motion simply does not provide any additional basis beyond what the prehearing officer considered to amend the order under consideration today.

1

2

3

4

5 As the staff laid out in its recommendation, the 6 standard of review for a motion for reconsideration is whether 7 the motion identifies a point of law or fact that the 8 prehearing officer overlooked or failed to consider. I would 9 submit to you that none of the information you provided here is 10 new. The issue of cost and other issues regarding the complex 11 modeling was, was provided in their motion. And, furthermore, 12 a motion for reconsideration should not be granted based on an 13 arbitrary feeling that a mistake may have been made. There 14 must be something clearly in the record that the prehearing 15 officer failed to consider or a fact of law that she failed to 16 consider. And I would suggest to you that the motion does not meet that standard, so we would request that you deny it. 17 18 Thank you.

19 CHAIRMAN EDGAR: Thank you. 20 Commissioners, any questions? 21 COMMISSIONER ARRIAGA: May I? 22 CHAIRMAN EDGAR: Commissioner Arriaga. 23 COMMISSIONER ARRIAGA: With staff, what is it 24 specifically we're considering here? We're considering a 25 motion for reconsideration. We're not at the point of need

FLORIDA PUBLIC SERVICE COMMISSION

2

3

4

5

6

7

8

determination or anything like that; correct?

MS. FLEMING: That's correct, Commissioner. What we're considering here today, as you heard the intervenors state, they filed a petition to extend the discovery or the time line for them to file intervenor testimony. Intervenor testimony was originally set on October 24th. The petitioners requested an extension of that deadline. The prehearing officer considered these facts and extended the testimony deadline to November 2nd. 9

COMMISSIONER ARRIAGA: Is it fair to assume that from 10 now until the time that we're going to consider need 11 determination there is enough time to review all this 12 13 documentation that we're alleging hasn't been reviewed yet?

MS. FLEMING: Commissioner, I believe it's fair to 14 15 assume that. As Mr. Perko has stated, staff has sent out three sets of discovery during, since the time that this application 16 has been filed, and the discovery cutoff is not until 17 January 3rd. So the intervenors still have an opportunity to 18 avail themselves of discovery and of depositions of the 19 20 witnesses.

COMMISSIONER ARRIAGA: One more question. When are 21 we expecting to come to the need determination agenda? 22

MS. FLEMING: The need determination hearing is set 23 24 for January 10th.

25

COMMISSIONER ARRIAGA: So we have time from now to

FLORIDA PUBLIC SERVICE COMMISSION

	16		
1	January 10th to review whatever the movants are saying that		
2	hasn't been reviewed?		
3	MS. FLEMING: Yes. That's correct.		
4	COMMISSIONER ARRIAGA: Okay. Thank you.		
5	MS. FLEMING: Oh, excuse me. The agenda well, the		
6	hearing for the need determination is January 10th, and staff		
7	will follow up with a recommendation, and the agenda will be		
8	February 13th.		
9	COMMISSIONER ARRIAGA: More time yet.		
10	MS. FLEMING: Yes.		
11	COMMISSIONER ARRIAGA: Okay. Thank you.		
12	MR. JACOBS: Madam Chairman.		
13	CHAIRMAN EDGAR: Mr. Jacobs.		
14	MR. JACOBS: If I may just respond briefly.		
15	CHAIRMAN EDGAR: You may.		
16	MR. JACOBS: Commissioner Arriaga, I think your		
17	inquiry is correct. But if I can, if I can suggest to you that		
18	with that time that still, in my mind, doesn't address the		
19	principal issue here. What essentially the intervenors are		
20	faced with now is we have a set of testimony that was filed		
21	very, very essentially to show compliance with the existing		
22	orders. But that testimony was rushed, it was without the		
23	benefit of what we now know is an extensive body of information		
24	as to the shifting landscape of this docket. Yes, while we		
25	will have an opportunity to do, to do discovery and to do		

FLORIDA PUBLIC SERVICE COMMISSION

depositions, we're now faced with having to prosecute this case 1 on cross-examination without the advantage of our experts 2 inquiring and diligently putting forth positions that we 3 believe would counter, engage these issues for your 4 deliberations, put forth positions that would, that would bring 5 out, elucidate these positions so that you have a fuller basis 6 and background upon which to make your decision. If we do that 7 on cross, I think you get a much more diminished discussion and 8 9 deliberation of these issues.

10

19

20

CHAIRMAN EDGAR: Mr. Perko.

11 MR. PERKO: Madam Chair, if I may just briefly. Ι 12 would simply point out that our application was filed 13 September 19th. The intervenors had 45 days to review that 14 filing, conduct discovery, had a 20-day turnaround, and, in 15 fact, filed testimony within that time frame. So it's not as if they are solely relying on cross-examination for their case. 16 17 And as intervenors they take the case as they find it. Thank you. 18

MR. ARMSTRONG: Madam Chair.

CHAIRMAN EDGAR: Mr. Armstrong.

21 MR. ARMSTRONG: If I might, this will be very brief, 22 but, Madam Chair, they took over a year to put this application 23 together, over a year to get 18 witnesses, 17 or 18 witnesses. 24 They spent probably \$1 million putting this application 25 together. We were provided 35 days to respond and then given

FLORIDA PUBLIC SERVICE COMMISSION

an extra week, so 42 days to respond to all of that
 information.

If you could see the volumes and volumes and volumes of information that's out there -- Madam Chair, we, the case in chief, to be able to do prefiled, and you know this as an attorney, to be able to put your case in chief in prefiled testimony, work with your witnesses, say exactly what is your position, what is your critique of this case is invaluable. It's invaluable.

And Mr. Jacobs is absolutely right. We now have to 10 try and do through cross-examination, particularly of their 11 witnesses -- and the discovery, yeah, the answers are there but 12 you've got dig. I mean, there's enough obfuscation in a number 13 14 of these answers that you have to dig. And we don't want to spend all our time digging and doing that with you all, but we 15 will at the hearing, when we could do it through discovery, we 16 17 could do it -- really what I request is give us some more time so we can give it to you right with correct witnesses and all 18 the witnesses that are necessary to give you the best, most 19 complete case in a way that's very easy to understand. 20

I know you guys appreciate reading prefiled written testimony a lot better than trying to go through the "ums" and the "uhs" and the whatevers on the stand, of witnesses on the stand. And certainly nobody can compare the ability to do prefiled written testimony to the ability to try and get the

FLORIDA PUBLIC SERVICE COMMISSION

2

necessary information and data on the record through cross-examination. Nobody can possibly compare that.

And, you know, Gary is doing what he needs to do for 3 his client, but I'll tell you, I'm going to do what I need to 4 for mine too. And I'll tell you, it is not enough time, 5 6 42 days, to put together witnesses. We scratched and clawed to 7 get our testimony in. And certainly staff, these guys know what they're doing, they've dealt with these things before and 8 9 they did do some discovery. Just think what we've got already. But think of the reams of information now we need to do to go 10 11 behind this discovery? We're just asking for some more time for due process. Thank you. 12

13

CHAIRMAN EDGAR: Commissioner Arriaga.

COMMISSIONER ARRIAGA: Question to legal staff. I heard Mr. Armstrong say during his intervention that if we do not approve -- if we approve your recommendation, staff members, that we would be violating their due process rights. Could you explain, please?

MS. BRUBAKER: I believe it was Mr. Jacobs who
earlier made the comment that due process typically
contemplates, first of all, notice to affected persons and also
the opportunity to participate, and that is indeed what we have
in these types of cases.

24 Need determinations are a fast track case. They are 25 time intensive, they are labor intensive. I know the parties

FLORIDA PUBLIC SERVICE COMMISSION

have had to work very hard to prepare their case in chief in
 the time that's allotted. And staff also has to work very hard
 as well as the applicants to put the case forward in a
 professional workmanlike manner.

5 Are the due process rights violated under the current time frames? No, I do not believe they are. They are very 6 7 tight. There are other types of dockets we fast track at the Commission. I personally would love to have more time on the 8 9 docket, but we have the time frames we have. And in my 10 experience, and I think in staff's experience, we are able to 11 get through these cases and come to a professional and complete 12 result that does meet the due process standards.

13

14

CHAIRMAN EDGAR: Commissioner Carter.

COMMISSIONER CARTER: Thank you, Madam Chair.

For legal, just kind distill it down to the perspective on why we're here. What's the nature of the issue? I mean, what are we really -- I mean, we're talking about a lot of things that may go to the merits, a lot of things about schedule. What really -- I mean, as I read it, what you're asking is to overrule the prehearing officer's order. Is that correct?

22 MR. COOKE: That's correct, Commissioner. There has 23 been a ruling on a motion for extending time frames for 24 discovery, et cetera. And the prehearing officer determined 25 and has adjusted the schedule for this proceeding in connection

FLORIDA PUBLIC SERVICE COMMISSION

with some of the motions to intervene.

2 There is a rule that we have, 25-22.080, that 3 literally sets deadlines for these proceedings once the petition has been filed. So there's a need to balance giving 4 5 as much fairness as we can versus meeting the deadlines within 6 that rule. So I agree with Ms. Brubaker that from a due 7 process standpoint all due consideration has been given. Ι think we have some case law that we can rely on in that regard. 8 9 And I think the question here is, as Mr. Perko pointed out, has 10 there really been new information or are there facts that have 11 been overlooked in terms of the decision that was made by the 12 prehearing officer? Is there any new information here from a procedural standpoint that needs to be addressed? 13 14 COMMISSIONER CARTER: Follow-up? 15 CHAIRMAN EDGAR: Commissioner Carter. 16 COMMISSIONER CARTER: I haven't heard any. Have you -- I mean, maybe staff has heard some --17 MR. COOKE: I'm comfortable with the staff 18 recommendation, Commissioners. 19 20 COMMISSIONER CARTER: Madam Chairman, at the 21 appropriate time I would move staff. CHAIRMAN EDGAR: Commissioners, are there further 22 23 questions? 24 COMMISSIONER DEASON: Madam Chairman, I'm prepared to make a second of the motion. I just want to clarify one thing. 25

FLORIDA PUBLIC SERVICE COMMISSION

6

7

8

CHAIRMAN EDGAR: Commissioner Deason.

2 COMMISSIONER DEASON: Ms. Brubaker, when you used the 3 term "fast track," that, I think, is an adequate or accurate 4 characterization. But that's not the Commission's choice. 5 That's driven by statute; correct?

> MS. BRUBAKER: That's absolutely correct, sir. COMMISSIONER DEASON: Yes. Second the motion. CHAIRMAN EDGAR: Thank you.

Just a comment. I always try whenever we can to, to 9 10 give additional time when the requests are made. Often I'm the one who's requesting additional time as well, and I find it 11 12 very difficult to ever say no to a request for additional time 13 and time to prepare a good and thorough argument. But I also 14 feel very strongly that it is our requirement to apply the law 15 and the case law that is before us and to meet the statutory time lines that we've been given. 16

17 Commissioners, we do have a motion and a second. Is 18 there further discussion? Okay. Seeing none, all in favor of 19 the motion, say aye.

(Unanimous affirmative vote.)

Opposed? Show the motion carried. Thank you. (Agenda Item 3 concluded.)

23

20

21

22

24 25

FLORIDA PUBLIC SERVICE COMMISSION

STATE OF FLORIDA 1 CERTIFICATE OF REPORTER COUNTY OF LEON 2) 3 I, LINDA BOLES, CRR, RPR, Official Commission 4 Reporter, do hereby certify that the foregoing proceeding was 5 heard at the time and place herein stated. IT IS FURTHER CERTIFIED that I stenographically 6 reported the said proceedings; that the same has been transcribed under my direct supervision; and that this 7 transcript constitutes a true transcription of my notes of said proceedings. 8 9 I FURTHER CERTIFY that I am not a relative, employee, attorney or counsel of any of the parties, nor am I a relative or employee of any of the parties' attorneys or counsel 10 connected with the action, nor am I financially interested in 11 the action. DATED THIS DAY OF NOVEMBER, 2006. 12 13 14 RPR BOLES, CRR, 15 FPSC Official Commission Reporter (850) 413-6734 16 17 18 19 20 21 22 23 24 25

FLORIDA PUBLIC SERVICE COMMISSION