

State of Florida



## Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD  
TALLAHASSEE, FLORIDA 32399-0850

**-M-E-M-O-R-A-N-D-U-M-**

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**DATE:** June <sup>10</sup>~~8~~, 2008  
**TO:** All Parties of Record & Interested Persons  
**FROM:** Lisa C. Bennett, Senior Attorney, Office of the General Counsel *LCB*  
**RE:** Docket No. 080009-EI – Nuclear cost recovery clause.

and

Docket No. 080149-EI – Petition to establish discovery docket regarding actual and projected costs for Levy nuclear project, by Progress Energy Florida, Inc.

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### VIA ELECTRONIC MAIL

Please note that an informal meeting between Commission staff and interested persons to the above-captioned docket has been scheduled for the following time and place:

Monday, June 16, 2008 at 2:00 PM  
Betty Easley Conference Center, Room 154  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0850

The purpose of the meeting is for preliminary issue identification. Attendance is not required; however, all interested persons are encouraged to attend. Interested persons may participate telephonically in this meeting by dialing the number provided by separate email. If you have any questions about the meeting, please call Lisa C. Bennett at (850) 413-6230.

LCB/th

DOCUMENT NUMBER-DATE

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FPSC-COMMISSION CLERK

STAFF'S PROPOSED PRELIMINARY LIST OF ISSUES

**LEGAL/POLICY ISSUES**

(Legal and Policy)

**ISSUE 1A:** Do the stipulations accepted by the Commission in settlement of Docket Nos. 050078-EI and 050045-EI (Order Nos. PSC-05-0945-S-EI, issued September 28, 2005 in Docket No. 050078-EI, and Order No .PSC-05-0902-S-EI, issued September 14, 2005, in Docket No. 050045-EI) preclude Progress Energy Florida, Inc. and Florida Power & Light Company from seeking an increase in base rates or recovery of any base rate-type costs through the Nuclear Cost Recovery Clause at this time?

(Legal)

**ISSUE 1B:** Should Progress Energy Florida, Inc. and Florida Power & Light Company be allowed to recover through the Nuclear Cost Recovery Clause revenue requirements for a phase or portion of a system associated with a power plant, after such phases or portion of the project have been placed into commercial service?

(Policy)

**ISSUE 1C:** How should the base rate revenue requirements for a phase or portion of a system associated with a power plant that is in commercial service be determined?

(Policy)

**ISSUE 1D:** How should the completion of site clearing work be determined for purposes of distinguishing between construction and preconstruction costs, within the Nuclear Cost Recovery Clause?

(Policy)

**ISSUE 1E:** Is the average balance eligible for return calculated appropriately?

(Policy)

**ISSUE 1F:** Should a utility be required to inform the Commission of any change in ownership of any asset which was afforded cost recovery under the Nuclear Cost Recovery Clause?

(Policy OPC)

**ISSUE 1G:** Does PEF's Levy County project qualify for inclusion in the September 2008 hearing for the nuclear cost recovery clause?

## COMPANY SPECIFIC SITE SELECTION COSTS

### Florida Power & Light Company

(Renumbered)

**ISSUE 2A:** Should the Commission grant FPL's request to include the review and approval of prudently incurred Turkey Point Unit 6&7 site selection costs for recovery through this Clause?

(Reworded)

**ISSUE 2B:** *What amount should the Commission approve as FPL's final 2007 Nuclear Cost Recovery Clause true-up of the prudently incurred site selection costs for the Turkey Point Units 6&7 Project?*

(Reworded)

**ISSUE 2C:** *What amount should the Commission approve as FPL's estimated 2008 Nuclear Cost Recovery Clause site selection costs for the Turkey Point Units 6&7 Project?*

(Reworded)

**ISSUE 2D:** *What amount should the Commission approve as FPL's projected 2009 Nuclear Cost Recovery Clause site selection costs for the Turkey Point Units 6&7 Project?*

### Progress Energy Florida

(Renumbered)

**ISSUE 3A:** Should the Commission grant PEF's request to include the review and approval of prudently incurred Levy Units 1&2 site selection costs for recovery through this Clause?

(Reworded)

**ISSUE 3B:** *What amount should the Commission approve as PEF's final 2007 Nuclear Cost Recovery Clause true-up of prudently incurred site selection costs for the Levy Units 1&2 Project?*

(Reworded)

**ISSUE 3C:** *What amount should the Commission approve as PEF's estimated 2008 Nuclear Cost Recovery Clause site selection costs for the Levy Units 1&2 Project?*

(Reworded)

**ISSUE 3D:** *What amount should the Commission approve as PEF's projected 2009 Nuclear Cost Recovery Clause site selection costs for the Levy Units 1&2 Project?*

**Preconstruction and carrying charges on construction costs incurred through 12/31/2007**

**Florida Power & Light Company**

(Reworded - Renumbered)

**ISSUE 4A:** *What amount should the Commission approve as FPL's final 2007 Nuclear Cost Recovery Clause true-up of the prudently incurred construction costs for the Turkey Pt. and St. Lucie Uprate Project?*

(Reworded - Renumbered)

**ISSUE 4B:** *What amount should the Commission approve as FPL's final 2007 Nuclear Cost Recovery Clause true-up of the prudently incurred preconstruction costs for the Turkey Point Units 6&7 Project?*

**Progress Energy Florida**

(Reworded - Renumbered)

**ISSUE 5A:** *What amount should the Commission approve as PEF's final 2007 Nuclear Cost Recovery Clause true-up of the prudently incurred construction costs for the Crystal River Unit 3 Uprate Project?*

(Reworded - Renumbered)

**ISSUE 5B:** *What amount should the Commission approve as PEF's final 2007 Nuclear Cost Recovery Clause true-up of the prudently incurred preconstruction costs for the Levy Units 1&2 Project?*

**Estimated Preconstruction and carrying charges on construction costs for 2008.**

**Florida Power & Light Company**

(Reworded - Renumbered)

**ISSUE 6A:** *What amount should the Commission approve as FPL's estimated 2008 Nuclear Cost Recovery Clause construction costs for the Turkey Pt. and St. Lucie Uprate Project?*

(Reworded - Renumbered)

**ISSUE 6B:** *What amount should the Commission approve as FPL's estimated 2008 Nuclear Cost Recovery Clause preconstruction costs for the Turkey Point Units 6&7 Project?*

**Progress Energy Florida**

(Reworded - Renumbered)

**ISSUE 7A:** *What amount should the Commission approve as PEF's estimated 2008 Nuclear Cost Recovery Clause construction costs for the Crystal River Unit 3 Uprate Project?*

(Reworded - Renumbered)

**ISSUE 7B:** *What amount should the Commission approve as PEF's estimated 2008 Nuclear Cost Recovery Clause preconstruction costs for the Levy Units 1&2 Project?*

**Projected Preconstruction and carrying charges on construction costs for 2009.**

**Florida Power & Light Company**

(Reworded - Renumbered)

**ISSUE 8A:** *What amount should the Commission approve as FPL's projected 2009 Nuclear Cost Recovery Clause construction costs for the Turkey Pt. and St. Lucie Uprate Project?*

(Reworded - Renumbered)

**ISSUE 8B:** *What amount should the Commission approve as FPL's projected 2009 Nuclear Cost Recovery Clause preconstruction costs for the Turkey Point Units 6&7 Project?*

**Progress Energy Florida**

(Reworded - Renumbered)

**ISSUE 9A:** *What amount should the Commission approve as PEF's projected 2009 Nuclear Cost Recovery Clause construction costs for the Crystal River Unit 3 Uprate Project?*

(Reworded - Renumbered)

**ISSUE 9B:** *What amount should the Commission approve as PEF's projected 2009 Nuclear Cost Recovery Clause preconstruction costs for the Levy Units 1&2 Project?*

Draft post May 28 meeting.

DOCKET NO. 080009-EI

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**Summary Issues:**

(Reworded - Renumbered)

**ISSUE 10:** *What amount should the Commission approve as FPL's total Nuclear Cost Recovery Clause amount to be included in establishing FPL's 2009 Capacity Cost Recovery Clause factors?*

(Reworded - Renumbered)

**ISSUE 11:** *What amount should the Commission approve as PEF's total Nuclear Cost Recovery Clause amount to be included in establishing PEF's 2009 Capacity Cost Recovery Clause factors?*