

**Ruth Nettles**

090001-EI

**From:** Stright, Lisa [Lisa.Stright@pgnmail.com]  
**Sent:** Thursday, October 22, 2009 11:56 AM  
**To:** Filings@psc.state.fl.us  
**Cc:** Burnett, John; Lisa Bennett; Erik Saylor; Anna Williams; Keino Young; James D. Beasley; Lee L. Willis; Charles Beck; J. R. Kelly ; Charles Rehwinkel; Jeffrey Stone; Russell Badders; Steven Griffin; Paula K. Brown; Susan Ritenour; John McWhirter; Norman H. Horton; Butler, John; Litchfield, Wade; Schef Wright ; Curtis Young ; James Brew; Vicki Gordon Kaufman ; Jon C. Moyle Jr.; Captain Shayla McNeill ; Lewis Jr, Paul  
**Subject:** PEF's REVISED Positions - Dkt# 090001-EI  
**Attachments:** Document.pdf

**This electronic filing is made by:**

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**Docket No. 090001-EI**

**On behalf of Progress Energy Florida**

**Consisting of 6 pages.**

**The attached document for filing is PEF's REVISED Positions to its Amended Prehearing Statement in the above referenced docket.**

*Lisa Stright*

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10/22/2009

DOCUMENT NUMBER DATE

10773 OCT 22 8

FPSC-COMMISSION CLERK



October 22, 2009

**VIA ELECTRONIC FILING**

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

*Re: Fuel and purchased power cost recovery clause with generating performance  
incentive factor; Docket No. 090001-EI*

Dear Ms. Cole:

Enclosed for filing in the above referenced docket are Progress Energy Florida, Inc.'s REVISED positions for Issues 23A, 28, 30, 31, and 33 of the Amended Prehearing Statement. These changes are as a result of the vote at the NCRC Agenda Conference that took place on October 16, 2009.

PEF is also revising its position on Issue 12. The original position provided in Issue 12 included a return on railcars that was based on the weighted average cost of capital that was filed in the 2010 Rate Case, but not yet approved. This REVISED position to Issue 12 is a result of using the current approved weighted average cost of capital percentage.

Thank you for your assistance in this matter.

Sincerely,

  
John T. Burnett

JTB/lms

DOCUMENT NUMBER-DATE

10773 OCT 22 09

FPSC-COMMISSION CLERK

**BEFORE THE PUBLIC SERVICE COMMISSION**

In re: Fuel and purchased power cost recovery clause with generating performance incentive factor.

DOCKET NO. 090001-EI

DATED: October 22, 2009

**PROGRESS ENERGY FLORIDA, INC.'S  
REVISED POSITIONS TO ISSUES 12, 23A, 28, 30, 31 and 33 OF  
AMENDED PREHEARING STATEMENT**

Progress Energy Florida, Inc. (PEF) hereby submits its revised positions with respect to its levelized fuel and capacity cost recovery factors and its Generating Performance Incentive Factor (GPIF) for the period of January 2010 through December 2010. The specific Issues affected are Issues 12, 23A, 28, 30, 31 and 33. PEF's original position provided in Issue 12 was based on the weighted average cost of capital that was filed in the 2010 Rate Case, but not yet approved. The revised position to Issue 12 shown below is a result of using the current approved weighted average cost of capital. The changes to Issues 23A, 28, 30, 31 and 33 are as a result of the vote at the NCRC Agenda Conference held on October 16, 2009:

**GENERIC FUEL ADJUSTMENT ISSUES**

**ISSUE 12:** What are the appropriate projected net fuel and purchased power cost recovery and Generating Performance Incentive amounts to be included in the recovery factor for the period January 2010 through December 2010?

**PEF:** \$1,787,669,943. (Olivier)

**COMPANY-SPECIFIC CAPACITY COST RECOVERY FACTOR ISSUES**

**ISSUE 23A:** Has PEF included in the capacity cost recovery clause, the nuclear cost recovery amount ordered by the Commission in Docket No. 090009-EI?

**PEF:** Yes. PEF has included \$207,056,700 (including revenue tax) in its 2010 capacity cost recovery factors. (Olivier)

## GENERIC CAPACITY COST RECOVERY FACTOR ISSUES

**ISSUE 28:** What are the appropriate capacity cost recovery true-up amounts for the period January 2009 through December 2009?

**PEF:** \$59,791,815 under-recovery. (Olivier)

**ISSUE 30:** What are the appropriate total capacity cost recovery true-up amounts to be collected/refunded during the period January 2010 through December 2010?

**PEF:** \$57,262,162 under-recovery. (Olivier)

**ISSUE 31:** What are the appropriate projected net purchased power capacity cost recovery amounts to be included in the recovery factor for the period January 2010 through December 2010?

**PEF:** \$604,487,612. (Olivier)

**ISSUE 33:** What are the appropriate capacity cost recovery factors for the period January 2010 through December 2010?

**PEF:** Using 12CP and 1/13AD method, the cost recovery factors are as follows:

<u>Rate Class</u>	<u>CCR Factor</u>
Residential	2.041 cents/kWh
General Service Non-Demand	1.488 cents/kWh
@ Primary Voltage	1.473 cents/kWh
@ Transmission Voltage	1.458 cents/kWh
General Service 100% Load Factor	1.074 cents/kWh
General Service Demand	1.326 cents/kWh
@ Primary Voltage	1.313 cents/kWh
@ Transmission Voltage	1.299 cents/kWh
Curtaillable	1.170 cents/kWh
@ Primary Voltage	1.158 cents/kWh
@ Transmission Voltage	1.147 cents/kWh
Interruptible	1.069 cents/kWh
@ Primary Voltage	1.058 cents/kWh
@ Transmission Voltage	1.048 cents/kWh
Lighting	.312 cents/kWh

(Olivier)

RESPECTFULLY SUBMITTED this 22<sup>nd</sup> day of October, 2009.

By: s/ John T. Burnett  
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JOHN T. BURNETT  
Associate General Counsel – Florida  
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Attorneys for Progress Energy Florida

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished via electronic mail this 22<sup>nd</sup> day of October, 2009 to all parties of record as indicated below.

s/ John T. Burnett

JOHN T. BURNETT

<p>Lisa Bennett, Esq. Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850</p> <p>James D. Beasley, Esq. Lee L. Willis, Esq. Ausley &amp; McMullen Law Firm P.O. Box 391 Tallahassee, FL 32302</p> <p>Joseph A. McGlothlin, Esq. Office of Public Counsel c/o The Florida Legislature 111 West Madison Street, #812 Tallahassee, FL 32399</p> <p>Jeffrey A. Stone, Esq. Russell A. Badders, Esq. Steven R. Griffin Beggs &amp; Lane Law Firm P.O. Box 12950 Pensacola, FL 32591</p> <p>Ms. Paula K. Brown Tampa Electric Company P.O. Box 111 Tampa, FL 33601</p> <p>Ms. Susan D. Ritenour Gulf Power Company One Energy Place Pensacola, FL 32520-0780</p> <p>Natalie F. Smith Florida Power &amp; Light 215 S. Monroe Street, Ste. 810 Tallahassee, FL 32301</p>	<p>Florida Industrial Power Users Group c/o John W. McWhirter, Jr. McWhirter Reeves &amp; Davidson, P.A. P.O. Box 3350 Tampa, FL 33601-3350</p> <p>Norman H. Horton, Jr. Messer, Caparello &amp; Self, P.A. P.O. Box 15579 Tallahassee, FL 32317</p> <p>John T. Butler, Esq. R. Wade Litchfield, Esq. Florida Power &amp; Light Co. 700 Universe Boulevard Juno Beach, FL 33408</p> <p>Robert Scheffel Wright John T. LaVia, III Young van Assenderp, P.A. 225 S. Adams Street, Suite 200 Tallahassee, FL 32301</p> <p>Curtis Young Florida Public Utilities Company P.O. Box 3395 West Palm Beach, FL 33402-3395</p> <p>Mr. James W. Brew, Esq. c/o Brickfield Law Firm 1025 Thomas Jefferson St., NW 8<sup>th</sup> Floor, West Tower Washington, DC 20007</p> <p>Vicki Kaufman / Jon Moyle Keefe Law Firm 118 N. Gadsden Street Tallahassee, FL 32301</p>
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Shayla McNeill, Capt. USAF c/o Federal Executive Agencies AFLSA/JACL-ULT 139 Barnes Drive, Ste 1 Tyndall AFB, FL 32403-5319	
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