

February 12, 2016

Ms. Carlotta Stauffer Commission Clerk Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

Dear Ms. Stauffer:

Pursuant to Rule 25-6.0143 (1) (m) F.A.C., Tampa Electric files this report providing information concerning our most recent efforts to obtain commercial insurance for transmission and distribution ("T&D") facilities and a summary of amounts recorded in account 228.1 in 2015.

- 1. Status on Efforts to Obtain Commercial T&D Insurance The property insurance markets for T&D insurance coverage remain very restrictive, especially for Gulf and Atlantic coast locations. Tampa Electric has requested a price indication from its property insurance broker for commercial property insurance to cover its T&D facilities from storm related damage. Based on discussions with the broker, property insurance for the company's T&D facilities at reasonable costs and deductible levels continues to be generally unavailable.
- Summary of Amounts Recorded in Account 228.1 in 2015 The balance at December 31, 2015 was \$55,860,641. As authorized by Commission Order No. PSC-13-0443-FOF-EI, Tampa Electric has discontinued its annual \$8 million storm damage accrual as of the first billing cycle of November 2013.

Thank you for your assistance in connection with this matter.

Sincerely,

William R. Ashburn

Director, Pricing and Financial Analysis

cc: Gregory Shafer – FPSC

Mr. Jim Beasley - Ausley Law Firm