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1	ELODIDA	BEFORE THE
2	F.TOKIDE	A PUBLIC SERVICE COMMISSION
3	In the Matter of:	
4		DOCKET NO. 160154-EI
5	PETITION FOR APPRO	
6	BETWEEN FLORIDA PO COMPANY AND CALYPS	OWER & LIGHT
7	HOLDINGS, LLC, FOR OWNERSHIP OF THE	R THE
8	COGENERATION LP AND POWER PURCHASE AGRE	ND RELATED
9	AGI	//
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14	PROCEEDINGS:	PREHEARING CONFERENCE
15	COMMISSIONER	COMMISSIONER RONALD A. BRISÉ
16	PARTICIPATING:	PREHEARING OFFICER
17	DATE:	Tuesday, September 20, 2016
18	TIME:	Commenced at 9:30 a.m. Concluded at 9:52 a.m.
19	PLACE:	Betty Easley Conference Center
20	PLIACE.	Room 148 4075 Esplanade Way
21		Tallahassee, Florida
22	REPORTED BY:	LINDA BOLES, CRR, RPR Official FPSC Reporter
23		(850) 413-6734
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### APPEARANCES:

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BRYAN ANDERSON , WILLIAM COX, and JOEL BAKER, ESQUIRES, 700 Universe Boulevard, Juno Beach, Florida 33408-0420, appearing on behalf of Florida Power & Light Company.

JON C. MOYLE, JR., and KAREN PUTNAL, ESQUIRES, Moyle Law Firm, P.A., 118 North Gadsden Street, Tallahassee, Florida 32301, appearing on behalf of Florida Industrial Power Users Group.

DANIELLE M. ROTH and PATRICIA A. CHRISTENSEN, ESQUIRES, Office of Public Counsel, c/o the Florida Legislature, 111 W. Madison Street, Room 812, Tallahassee, Florida 32399-1400, appearing on behalf of the Citizens of the State of Florida.

WALTER TRIERWEILER, ESQUIRE, FPSC General Counsel's Office, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, appearing on behalf of the Florida Public Service Commission Staff.

KEITH HETRICK, GENERAL COUNSEL, and MARY ANNE HELTON, ESQUIRE, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, appearing as Advisors to the Florida Public Service Commission.

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### PROCEEDINGS

2	COMMISSIONER BRISÉ: Good morning. We'll go
3	ahead and call this prehearing to order on Docket
4	No. 160154-EI. And we will ask staff to read the
5	notice.
6	MR. TRIERWEILER: By notice issued on

MR. TRIERWEILER: By notice issued on September 1st, 2016, by the Commission Clerk, this time and place has been set for a prehearing conference in Docket 160154. The details are contained within the Prehearing Order.

COMMISSIONER BRISÉ: All right. At this time we will take appearances.

MR. ANDERSON: Good morning, Commissioner Brisé.

COMMISSIONER BRISÉ: Good morning.

MR. ANDERSON: Bryan Anderson, William Cox, and Joel Baker appearing on behalf of Florida Power & Light Company.

# COMMISSIONER BRISÉ: Okay.

MR. MOYLE: Good morning. On behalf of the Florida Industrial Power Users Group, FIPUG, the Moyle Law Firm would enter an appearance, Jon Moyle and Karen Putnal.

**COMMISSIONER BRISÉ:** Okay.

MS. ROTH: Good morning, Commissioner Brisé.

Danielle Roth with the Office of Public Counsel. 1 I'd like to make an appearance for Patty Christensen. 2 COMMISSIONER BRISÉ: Okay. Thank you. 3 MR. TRIERWEILER: Good morning. I'm Walt 4 Trierweiler. I represent the Public Service Commission. 5 COMMISSIONER BRISÉ: Thank you. 6 7 MS. HELTON: And good morning, Commissioner. I'm Mary Anne Helton here as your advisor. I'd also 8 9 like to make an appearance for your General Counsel, Keith Hetrick. 10 COMMISSIONER BRISÉ: All right. Thank you. 11 12 So moving on. Thank you for being here this 13 morning. It's a nice day out, and hopefully we'll be -it will be nice in here as well. 14 15 So we will move on to our preliminary matters. Mr. Trierweiler, are there any preliminary matters that 16 17 we need to discuss before we get to the draft Prehearing 18 Order? And I see two documents that probably are ripe for that. 19 20 MR. TRIERWEILER: Yes, Commissioner. 21

parties have been discussing a possible resolution of many, but not all, of the matters and issues relating to this case. This morning the -- a joint stipulation, a joint partial stipulation was filed, and attached to that is a joint motion for approval of the partial

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stipulation. And perhaps this is an appropriate time to have the parties briefly outline their understanding of what they've stipulated to and to explain which procedural matters that they propose to waive at hearing.

COMMISSIONER BRISÉ: Yes. And I would agree with you that that -- that this is the perfect time for them to do so so that we can have clarity on what these stipulations actually mean and how that impacts the way the hearing will be conducted. Okay. So let's hear from FPL and then OPC and then FIPUG.

MR. COX: Good morning, Commissioner Brisé.
Will Cox for Florida Power & Light Company.

The parties have been working in a cooperative spirit to see if there was a way to streamline the hearing process in this case, and we've had good discussions over the last few days, and with other things going on, it's been difficult to get everyone together, but we were able to get filed just before the prehearing a joint partial stipulation. And that partial stipulation represents a unanimous position of the parties, meaning FPL, OPC, and FIPUG, on certain procedural elements for the hearing process.

In lieu of a normal full evidentiary hearing under 120.57(1), the parties have proposed to stipulate

to the following. We've agreed to waive opening statements. We've -- the FIPUG and OPC counsel have agreed to waive cross-examination of FPL's witnesses.

The parties have agreed to stipulate to the admissibility of testimony of all four FPL witnesses and their exhibits, and the parties have also agreed to stipulate to entry into the record of the Comprehensive Exhibit List and the exhibits contained therein prepared by the Commission staff.

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The parties are in agreement that the four witnesses could be excused subject to the discretion of the Commission from the hearing. The parties have agreed to waive their right to file post-hearing briefs, and the parties do not object to a bench decision, if it's the Commission's will, at the October 3rd and 4th scheduled hearing in this docket, and that would be based on the evidentiary record developed up to the date of hearing.

With regard to the second piece of the joint partial stipulation, it addresses our best effort to see if we could resolve certain issues. At the end of the day, we were able to get a partial stipulation in the sense that OPC and FPL were able to agree on positions on Issues 6, 7, and 9. FIPUG did not join in on those joint stipulated positions.

1	COMMISSIONER BRISE: Sure.
2	MR. COX: And that's what we have before you
3	today. Thank you.
4	COMMISSIONER BRISÉ: Thank you.
5	OPC.
6	MS. ROTH: Well, for the sake of redundancy or
7	not being redundant, rather, we do agree with everything
8	that Mr. Cox just said, and the procedural we do agree
9	with, and we also do agree with the Issues 6, 7, and 9.
10	So would you like me to go through them again or is that
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12	COMMISSIONER BRISÉ: No. I think it I
13	think for the record you have stated that you are in
14	agreement.
15	MS. ROTH: Yes.
16	COMMISSIONER BRISÉ: So I will ask you are
17	there any differences from what Mr. Cox said that you
18	would like to put on the record?
19	MS. ROTH: No, there are not. He was correct.
20	Thank you.
21	COMMISSIONER BRISÉ: Thank you.
22	FIPUG, Mr. Moyle.
23	MR. MOYLE: Thank you. Mr. Cox, with respect
24	to the procedural matters, I think hit the main ones.
25	Another one that we included in there is since it is

anticipated that it will be a paper hearing, we're simply -- the testimony will go in, the exhibits will go in. There won't be arguments. FIPUG would respectfully ask to be excused from the hearing. And that was also part of the stipulation. None of the parties object to that.

But, you know, with respect to this process, I think from FIPUG's perspective, not that we're saying, oh, we agree with this, that it's a good idea, that, you know, everything set forth is okay, we're just simply saying that we have opted not to --

### COMMISSIONER BRISÉ: Sure.

MR. MOYLE: -- you know, climb the litigious mountain in this case and we'll be okay with everything coming in and you all making a decision at your pleasure, whether it's a bench decision or whether staff writes up a recommendation and you consider it in the ordinary course. You know, we do think it's important to have a good record and a clear decision with respect to your final order, which we understand we'll get in any event.

So, no, I appreciate the parties working cooperatively. We had other issues that we had to attend with with respect to filing briefs and things, so I apologize for a little bit of a, you know, late notice

to you on this. But we think it's a good resolution and 1 would encourage you, if you're ready, willing, and able, 2 to accept the stipulation so that you can proceed. 3 Thank you. 4 COMMISSIONER BRISÉ: Sure, sure. And just for 5 my clarity, Issues, 6, 7, and 8, you all have not taken 6 7 a position. MR. MOYLE: That's right. Rather than 8 9 affirmatively stipulating to that like OPC, this is a 10 Type 2 stipulation. COMMISSIONER BRISÉ: Sure, sure. 11 12 MR. MOYLE: So we'll maintain -- well, 13 actually I guess we should just maintain our position as 14 set forth in the prehearing. But I think it's six of one, half a dozen of another. 15 COMMISSIONER BRISÉ: 16 17 MR. MOYLE: So we won't -- to be clear, I 18 don't want a Type 2. I'll just -- we'll maintain our 19 position and it can get resolved in the ordinary course 20 of business. 21 COMMISSIONER BRISÉ: All right. Thank you. 22 All right. Are there any other preliminary 23 matters that we need to deal with? Mary Anne. 24 MS. HELTON: I'm sorry. I'm not sure that I 25 really understand Mr. Moyle's position with respect to

the stipulated issues. If you're saying that -- I just 1 looked at your positions as laid out in the draft 2 Prehearing Order, and so you're just not taking issue 3 with the stipulation between OPC and the company? I 4 mean, is your position different than the stipulation? 5 I'm a little bit --6 7 MR. MOYLE: We just stand by our prehearing position as set forth in the prehearing that we filed. 8 9 COMMISSIONER BRISÉ: So for 6, it's "The costs should be recovered in base rates"; for 7, "No position 10 at this time"; for 8, it's "No"; and for 9, it's "No 11 position at this time." 12 13 MS. HELTON: And 8 is not part of the -- for the record to be clear, Mr. Chairman, 8 is not part of 14 15 the stipulation. COMMISSIONER BRISÉ: 8 is not, so 6, 7, and 9. 16 MS. HELTON: 6, 7, and 9. 17 MR. MOYLE: That's correct. 18 COMMISSIONER BRISÉ: That's correct. 19 20 MS. HELTON: Okay. Thank you. I'm sorry. 21 COMMISSIONER BRISÉ: No problem. Thank you 22 for that clarification. 23 All right. Are there any other preliminary 24 matters that we need to attend to, Mr. Trierweiler? 25 MR. TRIERWEILER: No, Commissioner.

COMMISSIONER BRISÉ: Okay. So let's proceed 1 and go through the draft Prehearing Order at this time. 2 I'll identify the sections, and I want the parties to 3 let me know if there are any corrections or changes to 4 be made. We may quickly go through this, and so please 5 speak up if you have a change or correction that we need 6 7 to make. And I think I'll rule on these at the end after we go through all of these issues here. 8 9 Section I, case background. Okay. Section II, conduct of proceedings. 10 Section III, jurisdiction. 11 12 Section IV, procedure for handling confidential information. 13 14 Section V, prefiled testimony and exhibits and 15 witnesses. Okay. Staff, is there anything that you need to say or -- with respect to that at this time? 16 17 No? 18 MR. TRIERWEILER: Commissioner, they're 19 waiving summaries. COMMISSIONER BRISÉ: Okay. Section VI, order 20 21 of witnesses. 22 Let's go back to Section V. There's a couple 23 of other clarifying things that we need to address

FLORIDA PUBLIC SERVICE COMMISSION

MR. TRIERWEILER: In light of the joint

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there.

stipulation, staff will contact each of the participating Commissioners to determine which, if any, of the four witnesses are required to attend the hearing.

# COMMISSIONER BRISÉ: Okay.

MR. TRIERWEILER: And if witnesses are presented, staff will suggest the witness summary testimony be no longer than five minutes. However, as we've learned, they are -- they had intended to waive their summaries.

COMMISSIONER BRISÉ: Sure. Thank you.

Okay. Section VI, order of witnesses.

Section VII, basic positions. I think we've pretty much addressed that. And is there anything that staff needs to address in terms of the basic positions?

MR. TRIERWEILER: Staff will recommend that any changes to the basic positions that may be raised today should be submitted in writing no later than noon tomorrow, September 21st, 2016.

COMMISSIONER BRISÉ: Okay. And we will go through -- Section VIII, sorry, issues and positions.

Do the parties have any changes to their position? And I'll go through 1 through 10 individually just so that the record is clear, and we'll do that quickly right now. Give me a second. Let me get there.

Okay. Issue 1, Issue 2, Issue 3, Issue 4, 4A, Issue 5, Issue 6, Issue 7, Issue 8, Issue 9, and Issue 10.

MR. TRIERWEILER: Commissioner, FIPUG had indicated that they had taken no position as to Issues 7 or 9. The OEP requires that the parties take a position by the prehearing or they waive their ability to raise a position regarding any of those issues at a later date absent a finding of substantial -- what is the wording -- good cause, actual good cause shown.

Now as FIPUG has indicated that they intend to waive their appearance at the hearing, perhaps FIPUG could respond regarding their position on 7 and 9.

COMMISSIONER BRISÉ: Sure. Mr. Moyle.

MR. MOYLE: So what -- my understanding of how this typically works is, is that, as you said or as staff said, noon tomorrow is the drop dead date to submit revised positions. So we would like to review this, maybe talk to our experts. If we want to revise a position, we'll do it by noon tomorrow. If not, then it will remain "No position at this time," which reverts to "No position," which kind of takes care of the issue, as I understand it.

COMMISSIONER BRISÉ: Sure.

MR. TRIERWEILER: Staff would like to make

sure that FIPUG is not taking a position regarding the 1 stipulation between OPC and FPL regarding Issues 7 or 9. 2 MR. MOYLE: I think that's fair. We'll get 3 out of the way on that. 4 MR. TRIERWEILER: All right. 5 COMMISSIONER BRISÉ: Okay. Thank you. 6 7 MR. ANDERSON: Commissioner Brisé? COMMISSIONER BRISÉ: Yes, sir. 8 9 MR. ANDERSON: Just to note, the language in 10 the FPL stipulations in 7 and 9 should be read as conforming to the stipulation. The Issue 7 stipulated 11 position with Public Counsel and our office, we dropped 12 13 a sentence which is shown as the last sentence of our 14 position of 7. And then for Issue 9, the stipulated 15 position is in terms of whether there should be a 16 reporting requirement, yes, this requirement is 17 reasonable and appropriate. Our Issue 9 said we didn't 18 have an objection. So that's -- if that could be shown. COMMISSIONER BRISÉ: All right. Thank you. 19 20 MR. TRIERWEILER: We don't have any objection. 21 COMMISSIONER BRISÉ: All right. Any other --22 any objections? Seeing none, we'll make those changes.

All right. Are there any other issues that we need to take up regarding issues and positions at this

Thank you. We'll accept those changes, rather.

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time? Okay. Going once, twice. Sold to the highest 1 bidder. Perfect. 2 Section IX, exhibit list. 3 MR. TRIERWEILER: Commissioner, staff prepared 4 a Comprehensive Exhibit List which listed all prefiled 5 exhibits and those exhibits staff wish to include in the 6 7 record. Staff circulated the draft and, through the joint stip, the parties have stipulated to the 8 9 admissibility of the Comprehensive Exhibit List. COMMISSIONER BRISÉ: Perfect. Thank you. 10 Moving to Section X, we've already looked at 11 12 them, but proposed stipulations. Okay. Section XI, pending motions. 13 14 MR. TRIERWEILER: Commissioner, staff will 15 note that there's a pending motion regarding the approval of the joint stipulation. 16 17 COMMISSIONER BRISÉ: Okay. Section XII, any 18 pending confidentiality motions? 19 MR. TRIERWEILER: Staff will note that there are two confidentiality requests pending. The staff's 2.0 21 goal is for the orders on the confidentiality requests 22 to be issued prior to the hearing on October 3rd. 23 COMMISSIONER BRISÉ: Okay. Section XIII, post-hearing procedures. 24 25 MR. TRIERWEILER: Parties have waived briefs.

COMMISSIONER BRISÉ: Okay. And I believe that 1 we heard on the record that all parties are in agreement 2 already. Let me confirm that. 3 MR. ANDERSON: Yes, for FPL. 4 COMMISSIONER BRISÉ: Okay. 5 MR. MOYLE: No, we've agreed to waive the 6 7 filing of briefs. And I guess my only note would be that probably a correction should be made to the 8 9 sentence that says, "If a party fails to file a post-hearing statement, the parties shall have waived 10 all issues and may be dismissed from the proceeding," 11 12 because obviously that's not the intent of our 13 stipulation. But we agree to waive the brief but don't 14 want to be dismissed. COMMISSIONER BRISÉ: Sure. OPC. 15 MS. ROTH: Yes, I agree with -- we agree with 16 17 FIPUG. That should probably be stricken from it. COMMISSIONER BRISÉ: Okay. And I see a nod 18 from FPL as well. 19 20 Staff. 21 MR. TRIERWEILER: We have no objection. 22 COMMISSIONER BRISÉ: Okay. Perfect. Thank 23 you. 24 So the next section is -- that -- dealing with 25 the dates and so forth for the briefs. I don't know

if you need to read that for the record, but 1 Mr. Trierweiler. 2 MR. TRIERWEILER: Parties have waived opening 3 statements through their joint stipulation. 4 COMMISSIONER BRISÉ: Okay. Okay. So now 5 we're moving on to Section XV -- XIV, sorry, the 6 7 rulings, and we dealt with that in terms of the opening statements. 8 9 And so now we're going on to other matters. Are there any other matters that we need to address in 10 this prehearing conference? 11 12 MR. TRIERWEILER: Staff has none. COMMISSIONER BRISÉ: Okay. So, Mary Anne, in 13 14 terms of these stipulations, there's nothing that I need to do with regard to these stipulations; right? 15 MS. HELTON: That's correct. I think that 16 17 that will be brought to the panel when we convene -- I 18 think, is it next week or the week after? I'm actually not sure at this point, but when we convene for the 19 20 hearing. 21 COMMISSIONER BRISÉ: Yeah, I think it's the 22 week after. 23 Okay. If there are -- Mr. Moyle. 24 MR. MOYLE: I'm not sure I understood what 25 Mary Anne said.

MS. HELTON: I'm -- the panel -- there's a panel assigned to this hearing, and so the panel will actually vote on the stipulations when they convene for the hearing. And then it's my understanding that since you have waived briefs, that the staff will most likely make an oral recommendation with respect to the other issues and the Commission will have the opportunity to vote on that as a bench decision. And if they choose not to do that, then the staff would obviously be filing a recommendation.

MR. MOYLE: Okay. All right. Well, we have a request to be excused. I assume that can be handled today.

COMMISSIONER BRISÉ: Sure. Yes, yes. So we will excuse from you the hearing.

MR. MOYLE: Thank you.

COMMISSIONER BRISÉ: FIPUG, we'll excuse FIPUG from the hearing.

MR. MOYLE: Thank you. And, you know, if the Commission decides that they want briefs, you know, we'd be happy to provide one. If they want to make a bench decision, that's fine as well. So, you know, even though we're waiving our right to file a brief, if you all have an issue that you think would be benefited by the filing of briefs, we're happy to provide that.

COMMISSIONER BRISÉ: All right. Thank you.

Are there any other matters? Okay. If there are no other matters, this concludes the prehearing and we are adjourned. Thank you.

(Prehearing Conference adjourned at 9:52 a.m.)

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1	STATE OF FLORIDA ) : CERTIFICATE OF REPORTER
2	COUNTY OF LEON )
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4	I, LINDA BOLES, CRR, RPR, Official Commission
5	Reporter, do hereby certify that the foregoing proceeding was heard at the time and place herein
6	stated.
7	IT IS FURTHER CERTIFIED that I stenographically reported the said proceedings; that the
8	same has been transcribed under my direct supervision; and that this transcript constitutes a true
9	transcription of my notes of said proceedings.
10	I FURTHER CERTIFY that I am not a relative, employee, attorney or counsel of any of the parties, nor
11	am I a relative or employee of any of the parties' attorney or counsel connected with the action, nor am I
12	financially interested in the action.
13	DATED THIS 23rd day of September, 2016.
14	
15	Linda Boles
16	LINDA BOLES, CRR, RPR
17	FPSC Official Hearings Reporter (850) 413-6734
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