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BEFORE THE
FLORIDA PUBLIC SERVICE COMMISSION

In the Matter of:

DOCKET NO. UNDOCKETED

2020 HURRICANE SEASON
PREPARATION BRIEFING
BY FLORIDA ELECTRIC
UTILITIES.

_____ /

PROCEEDINGS: COMMISSION WORKSHOP

COMMISSIONERS
PARTICIPATING: CHAIRMAN GARY F. CLARK
COMMISSIONER ART GRAHAM
COMMISSIONER JULIE I. BROWN
COMMISSIONER DONALD J. POLMANN
COMMISSIONER ANDREW G. FAY

DATE: Tuesday, May 19, 2020

TIME: Commenced: 1:00 p.m.
Concluded: 4:10 p.m.

PLACE: Betty Easley Conference Center
Room 148
4075 Esplanade Way
Tallahassee, Florida

REPORTED BY: DEBRA R. KRICK
Court Reporter and
Notary Public in and for
the State of Florida at Large

PREMIER REPORTING
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1 P R O C E E D I N G S

2 CHAIRMAN CLARK: All right. Good afternoon,
3 everyone. We will call this meeting to order. The
4 purpose of our meeting today is a hurricane season
5 preparedness workshop.

6 I will ask staff if they would to please read
7 the notice.

8 MS. PASSIDOMO: Thank you, Mr. Chairman,
9 pursuant to notice issued on May 11th, 2020, we are
10 gathered at this time to discuss the 2020
11 Commission Workshop on Hurricane Preparedness.

12 CHAIRMAN CLARK: Thank you very much.

13 Just a couple of brief opening comments. We
14 are just a few weeks away from hurricane season
15 beginning. There is no question in my mind that
16 Florida is probably the best prepared state and
17 is -- is the absolute best at dealing with these
18 types of challenges when they arise, but with that
19 said, we must keep striving to a improve, and to
20 remain focused on ensuring the safety and the
21 reliability of our system and to our citizens and
22 to our employees.

23 In light of this ever-pressing concern today,
24 we are going to review the steps that our
25 investor-owned utilities, our municipalities and

1 our coops are taking on the ground to -- on the
2 ground level to make sure that, in the unfortunate
3 event that we are faced with a major storm this
4 year, that we have done everything in our power to
5 properly prepare, to posture -- to restore power to
6 our citizens and to our businesses.

7 With that in mind, we have several of our
8 utilities here today that are going to make
9 presentations. We've asked each of our companies
10 to focus on five key areas, storm preparation, the
11 restoration process, customer stakeholding,
12 vegetation management, pole inspections and lessons
13 that they may have learned from the previous storms
14 that we have dealt with.

15 In our order of presentations today, I will
16 call on each of you to begin your presentation.
17 But just as a reminder, we would like to try to
18 limit -- we have, I believe, seven presentations
19 today. So we would like to limit those to around
20 15 minutes each, and encourage each of you to allow
21 a little bit of time for Commissioners to ask any
22 pertinent questions that -- that they have, or
23 anything that might come up during the -- the
24 presentation. If you are so inclined to allow
25 interruptions in your presentation, just let them

1 know.

2 And, Commissioners, I can see your green
3 lights. If you unmute your phone, I can see your
4 green light and we will call on you, recognize you
5 accordingly.

6 And I would like to welcome Commissioner Fay
7 back to the -- to the podium today as well. Good
8 to have you back. It's good to have somebody else
9 up here for a change.

10 With that said, we will begin this morning --
11 this afternoon, if you will, with a presentation
12 from Mr. Tom Gwaltney with Florida Power & Light.

13 Mr. Gwaltney, are you on the line?

14 MR. GWALTNEY: Yes, sir.

15 CHAIRMAN CLARK: All right. The floor is
16 yours.

17 MR. GWALTNEY: Okay. Thank you. And good
18 afternoon. I am Tom Gwaltney, the Senior Director
19 of Emergency Preparedness for Florida Power &
20 Light.

21 Let's go to the next slide, please.

22 You can see some of the statistics for FPL.
23 You know, at FPL, we serve over five million
24 customers and roughly a little more than half the
25 residents of Florida, of which there are in about

1 35 different counties within the peninsula.

2 One unique thing is about 90 percent of our
3 customer base actually lives within 20 miles of the
4 coast. And as a result, it's really imperative
5 that we are prepared to handle the most severe of
6 any tropical systems, especially hurricanes.

7 Next slide, please.

8 So I am going to cover various topics that we
9 just kind of reviewed, you spoke a minute ago what
10 we are doing to ensure we are ready.

11 The up -- as you stated, the upcoming season
12 actually starts within, basically two weeks, and
13 it's off to a fast start, as we know -- you know,
14 there is actually a tropical system as we speak.

15 We are also going to talk about how and what
16 we are doing to encourage customers to prepare for
17 the season and how we communicate with them after
18 an event; where we stand with our vegetation
19 management and our pole inspection programs;
20 lessons learned from the events that we have taken
21 part in; and also discuss the restoration process
22 changes resulting from a pandemic.

23 Next slide, please.

24 Okay. First up on the list is storm
25 preparation and -- and resource -- and restoration

1 processes.

2 Planning and preparation for hurricane season
3 is a year-round process for us at FPL. It's not
4 just, you know, right before the season begins.
5 Our annual storm drill is quite honestly the most
6 important activity we do to ensure we are ready for
7 the start of the storm season.

8 During this drill, we actually simulate our
9 response to a mock hurricane. This includes
10 injects, unplanned scenarios that we actually work
11 through during the event. Our actual dry run this
12 year will be June 22nd through June 26th.

13 Everyone in our company actually has a storm
14 role and participates in this event. And this
15 year, more than ever, we will be utilizing our
16 processes of responding to a hurricane during a
17 global pandemic.

18 We are also going to be setting up a
19 processing and microsite to exercise and to test
20 some of our new pandemic plans and footprints to
21 ensure our sites, you know, will be running
22 smoothly in case we actually need them.

23 Staging in a microsite is actually a miniature
24 city for our out-of-state workers. They provide
25 all the life support services that we need for

1 them. It has material, possibly, you know, food,
2 parking, lodging, showers, laundry, et cetera, and
3 really a key piece for our restoration as it puts
4 the workers as close as possible to the work that
5 needs to be done.

6 We will also be implementing technologies to
7 help our forecasting and restoration capabilities.
8 We've updated our storm damage model. We
9 incorporated all the impacts we had during
10 Hurricane Irma. We developed an algorithm to
11 analyze our AMI, our smart meter data, so we can
12 proactive identify potential damage even before we
13 get patrols there once our feeders have been
14 restored.

15 We will also be implementing our new iStormed
16 application to streamline the time and expense
17 reporting of -- of our external resources.

18 And lastly, we are very involved with the
19 industry organizations throughout the year. This
20 includes mutual assistance, best practices, and
21 also updating our contracts with our vendors.

22 Next slide, please. Up -- back one, please.
23 Thank you.

24 Additionally, it's important to take logistics
25 into consideration well in advance of any hurricane

1 impacting our territory. We work closely with the
2 FDOT and FHP to streamline to get our convoys from
3 Point A to Point B as quickly as possible. This
4 was really evident during Irma, when you recall
5 about six-and-a-half million Floridians fled the
6 state, but then all came back at the same time.
7 And with those other additional external resources
8 coming in, we actually -- the FHP did a fantastic
9 job meeting with -- meeting those crews and
10 modules, and were able to escort them from the
11 state line to where we needed them most.

12 We evaluate our fuel inventories. We actually
13 have a storage tank with over three million gallons
14 of fuel that we have and is ready for the storm
15 season.

16 We ensure we have plenty of lodging for the
17 crews. This includes looking at our hotels, what
18 Category 5 hotels are available, utilization of
19 mobile sleepers and also tents.

20 The other -- in addition, we make sure we also
21 have materials in place for quick restoration. We
22 actually stock up so that we can handle a Category
23 4 storm, and we will actually have those materials
24 in place by June -- by June 1.

25 Next slide, please.

1 In addition to our preparing for the storm
2 season, all the -- all the work we do to build a
3 stronger and smarter grid, communication is just as
4 important. It's paramount that our customers
5 prepare for the hurricane season just as we do.
6 Our grid has benefited our customers, but we all
7 know with a major hurricane, such as the recent
8 storms we have seen with Irma, Michael and also
9 Dorian, there are going to be outages.

10 Next slide, please.

11 We have an annual TV and print ad campaign
12 promoting our preparation. In addition, we
13 leverage local media, social media, and have
14 targeted communications.

15 We will bring in reporters, and we actually
16 had embedded reporters during Hurricane Irma and
17 Hurricane Dorian. We run target ads and
18 communications are through email, Facebook and
19 Twitter. We hold daily news conferences, press
20 conferences, and we send out informative news
21 releases after a storm. We will also open up
22 kiosks in the hardest hit areas so we can have that
23 local communication with the local residents.

24 Our storm communications will include
25 estimated times of restoration, when a clear and

1 competent ETR is determined. And that's typically
2 within 24 hours after the storm has left our
3 service territory.

4 Next slide, please.

5 We have conducted annual storm preparedness
6 meeting with our EOCs to get the restoration
7 priorities. The county owns and manages the
8 priority list to provide to the company.

9 We performed over nearly 1,000 storm
10 preparation presentations within the community on
11 reliability, even vegetation as Right Tree and
12 Right Place. We do these with homeowners'
13 associations, businesses, schools and
14 municipalities.

15 We've also met with some of our third-party
16 attachers and joint use partners.

17 We communicate -- we've also communicated, you
18 know, the criteria for operating solar equipment
19 during an outage. We have information on our
20 website -- web page and also linked to other
21 websites that provide information on inverters and
22 battery systems.

23 Next slide, please.

24 You know, we all know we live in a very
25 tropical climate, so we -- our vegetation grows

1 year-round. Tree limbs and branches along -- are a
2 leading cause of power outages, in addition to
3 other blown -- windblown debris during a hurricane.

4 Next slide, please.

5 So you can see from the numbers in the screen,
6 we have a very robust vegetation management
7 program. On the distribution side, our feeders are
8 on a three-year cycle, and then we also do
9 mid-cycle trimming, and in our laterals, a six-year
10 cycle. We trimmed over 111,450 miles on our
11 feeders, and almost 4,000 miles on our laterals.

12 We are also, before the peak of storm season,
13 going to inspect and trim all of the circuits that
14 serve our critical infrastructure facilities, like
15 our emergency operations centers, hospitals and 911
16 centers.

17 On the transmission side, we inspect the
18 right-of-way at least two times year. We maintain
19 all the clearances, and make sure we meet the NERC
20 established guidelines. And before the peak of
21 storm season, we will actually perform aerial
22 assessments as well.

23 Next slide, please.

24 Another important component is our pole
25 inspection program. We routinely inspect our poles

1 for strength and integrity to determine if they
2 meet our specifications.

3 Next slide, please.

4 On the distribution side, we just completed
5 our sixth year of our second eight-year cycle. And
6 you can see through this, we inspected almost
7 150,000 poles on our distribution system.

8 On the transmission system, we visually
9 inspect all of them 100 percent annually, and then
10 our wood are on a six-year strength and load test
11 cycle, and concrete on a 10-year cycle. And you
12 can kind of see the results of what we looked at
13 during this past year.

14 We will complete the changeout of all of our
15 wood transmission structures by the end of 2022.
16 We roughly have around 2,500 wood structures left
17 in our transmission system.

18 Next slide, please.

19 Lessons learned: You know, there is always
20 room for improvement. We don't just evaluate our
21 events, but we evaluate the events, we go and
22 support others and always find ways to improve.

23 Next slide, please.

24 Hurricane Dorian was no exception. It was a
25 powerful storm that just sat off our coast, right

1 off of West Palm Beach, 90 miles away, for almost a
2 couple -- for at least two days. The flexibility
3 of pre-deployed resources, when you bring those
4 resources down, you must make sure they stay out of
5 harm's way, but you want them close enough so where
6 they can respond quickly after a storm. And when
7 you have a lot of changes in a storm and dynamic,
8 you got to be flexible.

9 We developed a storm rider plan. This is a
10 plan for central and rapid response resources to
11 ride out the storm. It includes utilizing all of
12 our Category 5 facilities, including -- throughout
13 the state, including our command and control
14 centers.

15 These resources are staged at these Category 5
16 facilities, and are ready to begin restoration
17 efforts as soon as the winds subside and it's safe
18 to work.

19 In addition, the staging site challenges of an
20 uncertain forecast, we actually pre-position
21 materials, C4s, our mobile offices, we actually
22 move those and get stuff ready, you know,
23 throughout our state in our staging sites so they
24 can be ready, and with that uncertain forecast,
25 we -- you know, once again, that flexibility is

1 important.

2 You know, we also assisted other utilities
3 during their time of need in 2019, and we helped
4 California with the fires. You may recall the
5 power safety -- the public safety power shutdown
6 they did in -- in California. We were actually the
7 first utility outside of the Western Regional
8 Mutual Assistance Group in the United States to go
9 and support that effort.

10 Hurricane Barry in Louisiana, the tornadoes in
11 Texas. And they all come down to one thing. They
12 just reinforce our process initiatives of you need
13 a well-defined developed plan, pre-staging of the
14 resources, and really how hardening is beneficial.

15 Next slide, please.

16 This year is going to bring a whole new set of
17 challenges to this industry, a pandemic, it's a
18 whole new world for us.

19 Our restoration philosophy will not change,
20 however, our approach will change. And we must
21 incorporate a whole new set of safety measures to
22 keep our workers, our employees and our customers
23 safe.

24 Next slide, please.

25 Thank you.

1 You know, we at FPL, we plan for -- for
2 everything, and the pandemic is no -- no different.
3 We actually have a pandemic plan, we already had,
4 and it is reviewed yearly. We actually had it
5 updated back in October of 2019.

6 One of the items that we saw that really
7 needed to add to is take it addition to, you know,
8 how do you use a pandemic and a -- deal with a
9 pandemic and an actual major storm restoration at
10 the same time? So there is several items we -- we
11 are incorporating this year going into -- into this
12 season.

13 Our critical roles will require multiple teams
14 at separate locations. We are calling them an
15 Alpha and Bravo. So where there may be 16 people
16 on a given team, it will be eight in one location,
17 eight in another, maximizing the use of working
18 remote for some of the roles.

19 You know, there will be less mutual assistance
20 from outside support maybe available. It will be
21 hard to -- it will be highly unlikely that we could
22 amass a restoration workforce of 28,000 that we did
23 during Hurricane Irma.

24 We are reducing our staging site personnel and
25 increasing the number of microsities, so there will

1 be a lot more sites to say grace over. And with
2 that, it's going to increase our logistical support
3 that will be necessary. A site at one time used to
4 be 1,500 or 2,000 workers. We will not have any
5 site with more than 500 workers on it.

6 We going to incorporate COVID testing at our
7 command centers, and temperature testing of all
8 workers at all sites throughout the company.

9 And the company -- you know, we are actively
10 seeking ways to mitigate any of these impacts. We
11 know that the pandemic will bring additional
12 challenges, but we are going to continue to -- to
13 fine-tune our system to get it the best that we
14 can.

15 Next slide, please.

16 And this concludes my presentation, so any
17 questions?

18 CHAIRMAN CLARK: All right. Any Commissioners
19 have any questions?

20 Commissioner Brown, we will start with you.

21 COMMISSIONER BROWN: Thank you. I have a few
22 questions, and I appreciate you running through
23 these slides pretty clearly -- can you hear me?

24 MR. GWALTNEY: Yes, ma'am.

25 COMMISSIONER BROWN: Okay. Great.

1 I wanted to really talk about the pandemic.
2 And I appreciate you going through some of the
3 restoration process changes that you already had in
4 place.

5 Do you -- how much does FPL rely on mutual aid
6 during hurricane season with regard to how it's
7 going to operate moving forward with the current
8 state of affairs?

9 MR. GWALTNEY: Yeah, so mutual assistance is
10 critical to the utility industry. For example, we
11 may increase at least 10-fold the number of
12 resources we bring in and the number of resources
13 we actually have on our system today. So if we
14 have 2,000, we would -- quite honestly, we would
15 probably look actually -- I would he say five
16 times, we would look to bring in about -- you know,
17 we could bring up to 10,000. I will just bring up
18 Irma, for example.

19 Irma, you know, I mentioned the 28,000. We
20 had almost 11,000 external line and about another
21 8,000 vegetation. So that was pretty much close to
22 20,000 external workers. And we probably had close
23 to only 3,000 to 4,000 on our system at that time.
24 So it's very, very important to the restoration
25 effort.

1 COMMISSIONER BROWN: Thank you for that
2 example.

3 So really what I want to talk about is how
4 those mutual aid agreements are going to be
5 affected. Obviously, every state right now is
6 handling the pandemic differently. Some states are
7 projected not even to open up for several more
8 months even for Phase I. Have you been having a
9 dialogue with those different operations under
10 their -- under your mutual aid agreement?

11 MR. GWALTNEY: Yes, ma'am.

12 So there have been on several -- several
13 fronts. So you may be familiar with the ESCC, the
14 Electric Subsector Coordinating Council has
15 produced some guidelines. We work strongly with
16 the EEI. I actually sit on the EEI as a single
17 point of contact for FPL, and we have two calls
18 every week, and have been doing this for the last,
19 since probably sometime in March. But there have
20 been calls throughout -- this whole spring with all
21 of our mutual assistance partners throughout the
22 industry.

23 Also part of AIC Best Practices team, as we
24 are developing practices -- best practice for the
25 whole industry. So, you know, we are all very much

1 involved in this. We've got some good set of
2 guidelines. We have developed our guidelines based
3 on some of the, what -- what best practices we have
4 seen in the industry and what's already happened.

5 There has actually been a couple of events --
6 there were some tornadoes in Alabama, in Arkansas.
7 There also was a nor'easter up in the northeast.
8 So we have always -- we've gotten a small glimpse
9 kind of what things would like moving forward.

10 COMMISSIONER BROWN: Good. And it's good to
11 hear that you all are being proactive in your
12 dialogue.

13 You talked about how many -- how much crew you
14 would anticipate, I guess, during a restoration and
15 trying to put in different measures in place to
16 protect the employees' health, of course, during
17 the restoration process.

18 Do you anticipate that given the amount of
19 additional measures that probably need to go get
20 involved, do you anticipate increased costs
21 incorporated into the restoration process during a
22 typical hurricane season like the one that we are
23 going to have coming up?

24 MR. GWALTNEY: The quick answer is, yes,
25 ma'am.

1 So when -- as I mentioned, when you look at
2 the larger number of sites we are going to need,
3 that's going to require more logistics to kind of
4 oversee that -- that workforce. So instead of
5 having them all in a one-stop-shop, you have got,
6 instead of maybe where one site was before, you
7 have three sites or four sites. So the number of
8 sites in that oversight is going to introduce some
9 additional costs.

10 But that's what we are doing right now. We
11 are looking 20 ways to how can we mitigate those
12 costs. What can we do and how can we streamline
13 activities utilizing technology? Where can we
14 eliminate some of that?

15 So that's part of the ongoing process they are
16 working through. But, yes, we do anticipate that
17 there could be, you know, additional costs.

18 We also don't know -- you know, there are some
19 areas within the country that some of the resources
20 actually have additional rates that they have for
21 dealing with a pandemic. So we are not sure if
22 that's going to be incorporated as well. It really
23 depends on, quite honestly, when a storm and what
24 the environment is at that time, and how -- you
25 know, what's going on probably within the state of

1 Florida.

2 COMMISSIONER BROWN: So -- so everybody in the
3 media keeps saying that we are going to have a very
4 active hurricane season. What is your prediction?

5 MR. GWALTNEY: That's what -- our
6 meteorologist says it will be a very active season
7 as well. And unfortunately, Florida is kind of
8 right in the -- you know, is the -- is the high
9 point with that. So we are seeing, you know, very
10 high percentages of possible impact of a hurricane
11 of over 60 percent, and even on a major hurricane,
12 a over 30 percent chance of hitting the state of
13 Florida.

14 However, we are all going to be prepared, and
15 I know all of the utilities within Florida are
16 going to work together. And, you know, we were
17 very fortunate last year, and hopefully will be
18 very fortunate again this year.

19 COMMISSIONER BROWN: Okay. Thank you. Well,
20 keep up the good work and stay safe during this
21 season.

22 MR. GWALTNEY: Thank you.

23 CHAIRMAN CLARK: Thank you, Commissioner
24 Brown.

25 Commissioner Polmann.

1 COMMISSIONER POLMANN: Thank you, Mr.
2 Chairman.

3 And thank you, sir. I appreciate your
4 presentation. Very informative, and just a couple
5 of questions, and I think I will follow the order
6 in which they came up, if I recall.

7 You had mentioned aerial assessment, I think
8 that was in the context of vegetation. Could you
9 just explain briefly the -- the type of aerial
10 assessment that you are using for that? What does
11 that --

12 MR. GWALTNEY: Yeah, so -- I am sorry, yes,
13 sir.

14 So that is on our transmission system. And we
15 typically utilize fixed-wing aircraft that will go
16 and do those aerial assessments. We also have
17 quite -- quite a few drones, and we actually
18 utilize drones.

19 Typically, our drones will actually be
20 inspecting the structures and inspect -- and doing
21 inspections versus doing the quick fly-over of
22 looking for vegetation. But it is included, and
23 our drones will look at the vegetation while they
24 are at that -- at those structures and those
25 facilities. However, to do the large amount of

1 miles in a quicker fashion, we typically will
2 utilize the fixed-wing aircraft.

3 COMMISSIONER POLMANN: Thank you.

4 I -- I know in the past we have heard about
5 use of drones for various applications in
6 restoration. What -- what is the status of your --
7 your ability and limitations on using drones in
8 restoration work? Is it still line of sight in
9 terms of how you use that technology?

10 MR. GWALTNEY: It's actually a combination of
11 both. We actually did over 1,300 missions during
12 our last event, and so we -- and it's been a
13 combination.

14 We actually are one of two entities in the
15 United States that were able to get some waivers
16 from the FAA to pilot some of the BVLOS, which is
17 beyond your visual line of sight, we actually
18 helped some other utilities during Irma with some
19 night -- night missions as well.

20 So one of the key pieces for us is we know
21 certain areas where the storm is going to hit, that
22 we will actually put in emergency COAs in advance
23 that we want to fly these particular areas so that
24 we have them ready and approved so once the winds
25 subside we can actually get in there.

1 But we have a very robust program. We have
2 many, many vendors in addition to our own fleet of
3 drones, and we actually are in the process of
4 testing a fixed-wing drone that can fly, I believe,
5 up into 50-mile an hour winds that we hope to be on
6 property later this fall. I am not sure if it will
7 be ready for this storm season, but it will
8 definitely be ready for next storm season.

9 COMMISSIONER POLMANN: In -- in your last
10 slide, you mentioned maximizing use of working
11 remotely for some roles. And I am wondering if
12 there is some -- some nexus between that remote
13 work and the notion of remote sensing, which in the
14 context of the drones, for example, this idea of
15 being remote, and combining that with the pandemic,
16 the personal health and safety, there seems to be a
17 combination of a number of factors here that
18 encourage this idea of -- of being as remote as you
19 can and still trying to be efficient and effective,
20 and so forth.

21 I am wondering if you have a working group,
22 and maybe in coordination with other utilities, and
23 so forth, trying to examine this notion of using
24 the technology and the remoteness, and so forth.
25 The drone is an excellent example of this, but then

1 you have to get approval, and so forth and so on.
2 So is this a -- maybe not ready yet for field
3 application, but is that an evolving technology in
4 the coming year?

5 MR. GWALTNEY: I guess I would say it's an
6 evolving technology. We currently were able during
7 Dorian as well to what we call drone in a box,
8 where we took a drone, and it was -- actually had a
9 predetermined flight path that nobody had to worry
10 about. You could just be remote and actually watch
11 the -- as the drone surveyed the given area where
12 we had it patrol.

13 So we do have that available. We are doing
14 it. It is in the beginning stages, but it's
15 definitely something, you know, we are -- we are
16 continuing to move forward on. And actually
17 utilizing even artificial intelligence, and so
18 forth, you know, our drones and some of the
19 technology, you know, that, you know, learning that
20 you can do, the computer learning as far as, you
21 know, unders -- you know, where it can go and look
22 at an insulator and understand that it's broken or
23 cracked, and is there a way to be able eventually
24 get back to where that can create a ticket and you
25 know that, hey, here's the damage, and you didn't

1 even have to send a person out there. This drone
2 was able to -- to -- to find this and report it.

3 So, yeah, it's definitely technology, and I
4 think we, you know, it's exciting where things can
5 go.

6 COMMISSIONER POLMANN: I think -- I think part
7 of that comes to mind is rather than simply a
8 visual sensor, put the other sensors on the drone
9 that could identify, you know, the type -- the type
10 of electron or electrical issue at the site.

11 So, Mr. Chairman, this is the last question
12 here.

13 Your -- your last side identified increasing
14 number and limitations in lodging because of
15 pandemic issues, when there is an he evacuation
16 order and people are moving around the state, of
17 course they will be looking for lodging as well. I
18 am sure you are working on that. Do -- do you
19 anticipate that being a particularly severe
20 management and logistical issue?

21 MR. GWALTNEY: Yes, sir. I mean, I believe
22 it's going to be -- it's definitely something we
23 are working on. We are talking to several of the
24 hoteliers and brands as we speak. We have been
25 doing that for the last month or so, because we

1 have also looked at, you know, even do we need
2 to -- like our command center, do we need to even
3 sequester employees into -- into a place well.

4 So we have looked at several of those things,
5 and the State has even mentioned about not
6 utilizing shelters and utilizing hotels. So they
7 will most likely be a -- you know, there could
8 definitely be a strain on the hotels.

9 We are actually reaching out to our utility
10 partners and a lot of our vendors now as well to
11 say, okay, if we can't get the hotels -- and
12 most -- most in the industry want to go one person
13 per room.

14 We are also asking them -- and then a lot of
15 them said they can go two people per room, because
16 a lot of them are riding in the same truck. If
17 they are riding in the same truck, why can't they
18 be in the same hotel room? And we would provide
19 them, like, sanitary -- you know, the wipes -- the
20 Clorox wipes, or what have you, so they can clean,
21 you know, their own -- the restroom facilities in
22 between each other, and so forth. So we are
23 looking at a lot of different options.

24 Also, you know, our mobile sleepers, where
25 they used to sleep 16, we are working with our

1 medical director, et cetera, maybe putting in a
2 HEPA filter to where we can go and actually sleep
3 eight in there instead of the 16, but it keeps the
4 distancing where nobody is above or below or
5 directly across one another.

6 The days -- probably this year you will not
7 see those mega sleepers that would sleep 36 or 42
8 people in some of those large tents that have just
9 a lot of folks in there. Most of them -- you know,
10 even in a tent, we would look to -- you would need,
11 you know, six feet spacing all around each -- each
12 cot, so it would take a lot more square footage.

13 But we are looking at all avenues, fixed
14 structures as well. Because during an event, we
15 are going to utilize whatever we can. You know, it
16 may be an opportunity, you know, if schools are not
17 open, do you utilize -- can you utilize gymnasiums?
18 There are going to be other options, and we are
19 going to have to look at -- everything is on the
20 table during an event.

21 COMMISSIONER POLMANN: Thank you, Mr.
22 Gwaltney. It sounds very thorough. I -- I
23 appreciate your responses.

24 And thank you, Mr. Chairman. That's all I
25 have.

1 CHAIRMAN CLARK: Thank you, Commissioner
2 Polmann.

3 Commission Fay.

4 COMMISSIONER FAY: Thank you, Mr. Chairman.

5 I appreciate Commissioner Polmann's comments
6 about the drones. I think the innovation
7 technology in that area obviously is moving at a
8 fast pace, and I believe that technology will save
9 lives and hopefully speed up the -- the process for
10 recovery, so I am glad to see investments in those
11 areas.

12 I did want to ask on slide 15, you referenced
13 mutual assistance provided and not related to any
14 specifics of those specific programs, there are
15 costs associated with that type of mutual
16 assistance.

17 I just wanted to -- to make sure I understand
18 it correctly. Typically the entity -- for example,
19 California, the entity is that requests that
20 additional service would bear the cost of doing
21 that work, is that -- is that accurate?

22 MR. GWALTNEY: Yes, sir, that is correct.
23 That includes all operating and overhead expenses
24 as well.

25 It is -- that is the key to the mutual

1 assistance agreement. It should not cost the
2 responding utility anything. It's not fair for
3 their customers to have to share the burden to
4 support another entity, so it is -- each utility is
5 made whole. There is no profit, but everybody is
6 made whole.

7 COMMISSIONER FAY: That's good. Thank you.
8 Just one more, Mr. Chairman. Thank you.

9 It's more of a comment. Commissioner Brown
10 mentioned the -- the challenges that we are going
11 to have going forward. I think for a larger
12 utility, those problems can increase even more
13 because of the -- the amount of manpower that is
14 required to get the grid back up and running.

15 Do you -- do we have any sort of basis or
16 maybe something that -- that other utilities or
17 other states have used when they've had scenarios
18 of concerns of outbreaks in order to -- to move
19 quickly but still get our -- our lines up?

20 You touched on some examples related to the
21 distance and potentially having people in -- in
22 separate hotel rooms. But it sounds like it's --
23 the complexities of getting the grid up and
24 ensuring the safety of the line workers at the same
25 time is going to be extremely complex and

1 complicated and may lead to additional delays
2 and/or charges. And I am just wondering, from a
3 preparation standpoint, if there is any point of
4 reference as to improving our ability to do that as
5 a state?

6 MR. GWALTNEY: I could tell you what we are
7 actually doing. So -- I mean, we think it's
8 critical so we actually developed a questionnaire
9 that we will be sending to all responding utilities
10 and vendors that are actually coming and what to
11 expect.

12 We are also going to make sure -- and in part
13 of that document is they need to check themselves
14 to make sure they are not bringing anybody that --
15 that has a fever, or that's feeling ill or has any
16 symptoms.

17 Once they go to our processing site, we are
18 going to actually temperature check them. If they
19 are not -- if they register above 100.4 degrees,
20 they will not going to be able to participate. And
21 we're going to be moving them -- they won't even be
22 allowed on a processing site, and they will be
23 moved over to a nursing station to be further
24 evaluated.

25 Likewise, we are going to be having daily

1 temperature checks for every one of the workers
2 every day as they come into every one of those
3 staging or microsites. We are actually going to
4 develop a badge, and it's going to be color coded
5 so that they will be wearing so we know they were
6 temperature checked for that particular day and we
7 are fine. And they will be, again, asking
8 questions to make sure there has been no changes in
9 their health.

10 All of these items in the staging site that
11 I -- some of the ones that I mentioned, how we do
12 our dining, prepackaged meals. Individual box. No
13 more buffet style. There is a myriad of -- of
14 items we have documented on how we will run these
15 sites and to keep, you know, those workers safe.

16 We are also going to limit -- the reason we
17 are utilizing so many sites is to limit the crew
18 movement. We are going to keep modules together so
19 the group that travels together stays together and
20 is limited with interaction with other folks.

21 So there is -- you can imagine the amount of
22 number of different details we've actually got in
23 place. Our document, quite honestly, is over 100
24 pages right now on different items we are going
25 to -- we have incorporated on how we deal with the

1 pandemic at the same time we do a storm
2 restoration.

3 COMMISSIONER FAY: That's great. I don't
4 know -- I don't think you can prepare too much for
5 something like this. I appreciate it. Thanks.

6 CHAIRMAN CLARK: All right. Commissioner
7 Graham.

8 COMMISSIONER GRAHAM: Thank you, Mr. Chairman.
9 One quick question, follow-up on -- excuse
10 me -- follow-up on Commissioner Brown's question
11 about mutual aid.

12 I know most of the times the IOUs like to hang
13 with the IOUs, the munis with the munis and the
14 coops with the coops, but one of the things
15 Governor Scott did years ago was drag all three
16 together.

17 Are you guys reaching out to the munis and the
18 coops as well when you are planning all of this
19 stuff moving forward?

20 MR. GWALTNEY: Yes, sir. Matter of fact, I
21 believe it was last week, we actually -- the
22 Florida Electric Coordinating Group had our annual
23 meeting. Even though typically meet together
24 face-to-face, we actually did a virtual webinar
25 just last week for several hours and discussed

1 really a lot of the items that -- that are dealing
2 with today's environment with the pandemic, and how
3 to help each other.

4 And I can tell for you us at FPL, we have
5 actually supplied resources to, you know, both
6 munis and coops during -- during events, and we
7 will continue to do so. I think the state has come
8 much closer together, and -- and these meetings we
9 have been having over the last several years
10 have -- have really brought the entire industry
11 closer.

12 COMMISSIONER GRAHAM: Thank you.

13 Thank you, Mr. Chairman.

14 CHAIRMAN CLARK: Thank you, Commissioner
15 Graham.

16 One final question, Mr. Gwaltney, in regards
17 to mutual aid, I think that seems to be a recurring
18 theme here, and I believe it's -- it should stress
19 the importance. That's one of the things that's on
20 everyone's mind, is the concern that should we have
21 an event occur right now, the ability to bring
22 additional crews and resources in to work. And you
23 mentioned that you had had conversations with many
24 of the different groups and your normal, I guess,
25 counterparts in terms of how mutual aid is going to

1 work. But do we have any commitments right now
2 that should we have an event, let's just say
3 unfortunate that happened next week, we called for
4 a thousand crews, are we going to have folks say,
5 no, we are not sending in employees right now?
6 Have you factored that in, or had specific
7 discussions on when you send us crews tomorrow if
8 we needed them?

9 MR. GWALTNEY: Yes, we actually have. We
10 have -- and actually it's something that comes up
11 quite regularly and, you know, and it's not just
12 within our utility and industry partners, but we
13 have also reached out to our vendors.

14 We actually -- excuse me -- talked to our top
15 20 vendors that provided the most resources in our
16 last couple events. And quite honestly, most all
17 of them are willing to go, and it really depends on
18 what's happening at that particular time. If they
19 have -- like for some of the utilities, if they are
20 having an outbreak in their area, they would not be
21 able to support, which you can imagine, as they
22 typically would.

23 However, one of the keys are, you know, by
24 instituting these additional guidelines that I
25 spoke about earlier about none of the mega sites

1 with 2,000 people on them, but reducing the size on
2 our sites and going down to smaller staging sites
3 and microsites, and the issues we are doing with
4 how we do -- how we are doing the meals, how we are
5 doing the lodging, all of these things -- and
6 sleeping arrange.

7 Right now, I feel confident we will be able to
8 get resources. It's kind of hard to imagine we
9 would be getting the -- the tens of thousands of
10 resources, but I definitely believe, you know, if
11 an event was to happen, we would be able -- we
12 would have the strong possibility of getting quite
13 a few resources.

14 No entity right now has said, no, I am not
15 going to support, or anything like that. Everybody
16 has stated, even in our Southeastern Electric
17 Exchange Mutual Assistance Committee group,
18 everybody is committed to help one another, and I
19 am not aware of any numbers changing. But we all
20 know that just depends on what a utility is
21 experiencing at that particular time.

22 CHAIRMAN CLARK: Right. Great. Thank you
23 very much for that answer.

24 Any other final questions for Mr. Gwaltney?

25 All right. Thank you very much for your

1 participation with us today.

2 MR. GWALTNEY: Thank you, sir.

3 CHAIRMAN CLARK: All right. Next up from Duke
4 Energy Mr. Jason Cutliffe.

5 Mr. Cutliffe, are you on the line.

6 MR. CUTLIFFE: Yes, sir. Good afternoon,
7 everybody.

8 CHAIRMAN CLARK: You are recognized.

9 MR. CUTLIFFE: Thank you.

10 I am Jason Cutliffe. I am the General Manager
11 for Emergency Preparedness for Duke Energy Florida.

12 I would begin by sharing that in respect for
13 time, I'm going to hit the highlights of the
14 presentation that's been provided, and that will
15 leave time for questions.

16 The -- when the pandemic first struck in
17 mid-March, Duke Energy Florida moved into an
18 incident command mode where we used our hurricane
19 fortification to prepare for and to ensure our --
20 our employees and customers were safe were the
21 first priority, and then we would be able to
22 maintain continuity of -- (inaudible) -- with us to
23 look for options from our employees and
24 contractors.

25 So I will reference some items in advance in

1 our hurricane plan because of the impact, and there
2 are some other elements that we have had to adjust
3 the schedule for, and I -- I will point those out
4 as we go.

5 So could we advance to slide two?

6 All right. So Duke Energy Florida territory
7 is shown there. What I would point out is the
8 customer base of 1.8 million -- and I will
9 reference that in a later slide in terms of our
10 reach to customers for communication in 2020 with
11 storm messaging.

12 Next slide, please.

13 All right. As I -- as I thought about
14 communicating this message today it occurred to me
15 the last couple of days that really the -- the
16 items we do annually fall into really three
17 categories. One is those items change very little
18 due to the pandemic. Those that have changed a
19 great deal because we are always learning and
20 improving is a category that we aren't even talking
21 about of areas that are changing because of the
22 COVID protocol I will go over as well.

23 In terms of maintenance of the transmission
24 and distribution system, there is some -- some
25 specifics at the back of this presentation that

1 provide our status.

2 I will share that our -- our distribution
3 vegetation management cycles are set for three
4 years annually for our backbones and five years for
5 laterals. We trimmed just over 5,400 miles, 18,000
6 in 2019.

7 And doing the math, on a 3/5 cycle, we -- we
8 have a cycle year, or a cycle completion year for
9 both of those subgroups in 2020. So 2020 is the
10 third year of backbone cycle, it's also the fifth
11 year of the lateral cycle. And we are on track
12 this year to ensure that we are complete and up to
13 speed on all those miles to stay in compliance.

14 Our -- our wood poles are inspected on an
15 eight-year cycle. We did just over 88,000
16 inspections in 2019. So that also is on track in
17 our maintenance.

18 And the maintenance plan, the upgrades of the
19 grid to hardening, the automation is one of the
20 items, you know, while we are improving all the
21 time it has not changed. Obviously, it's part of
22 the -- the pandemic protocol. But one thing that
23 has -- are storm driven that we have scheduled for
24 April, that we do every year, was converted to a
25 shorter exercise, operational exercise, and we

1 rescheduled -- (inaudible) -- it involves storm
2 drills for the end of June.

3 One of the elements of that drill is going to
4 be prepared -- (inaudible) -- the effort remotely.
5 And that's one of the items that we got some early
6 practice in in mid-March, when we moved all of our
7 employees that could be sent home or working remote
8 into that mode. And through that process we went
9 from, you know, somewhere around a 90-percent
10 workforce that reports to a building somewhere and
11 10 percent that were remote, we -- we've cut those
12 percentages. So in the course of a couple of days,
13 we went to nearly a 90-percent remote workforce and
14 only about 10 percent actually reporting it to a
15 facility.

16 And what that allowed us to do is a real test
17 of our systems, the infrastructure, the -- the
18 ability of upgrades and -- and normal maintenance
19 that takes place on our applications while people
20 are working from home or in a remote location. And
21 as we go into the -- the summer hurricane season,
22 that's -- you know, that's going to be to our
23 benefit.

24 One of the things that is changing due to the
25 pandemic, as I mentioned previously, is the

1 external resource needs. I will mention in more
2 detail in a moment, I will walk through some of
3 those gaps and ensure we've got adequate
4 restoration resources available.

5 And the other item specifically is the
6 coordination with the county EOCs who are partners
7 for any successful hurricane restoration.

8 When the pandemic began, we identified 118
9 feeders that served either hospitals or assisted
10 living facilities with 150 or more beds, and
11 initiated -- (inaudible) -- patrols and repairs,
12 and that was primarily in anticipation of a reduced
13 workforce that could have been created by the flu.

14 That may not happen. If it doesn't, then we
15 are going to be better off, because those -- that's
16 10 percent of our feeders. But those -- those
17 facilities have now had an infrared scan performed
18 on their -- on the facilities that serve them. We
19 did backbone patrols for -- (inaudible) --
20 conditions, did a review of that coordination on
21 those circuits, and then -- then inspected previous
22 -- (inaudible) -- find any corrective actions that
23 were appropriate there, and so we are about
24 90 percent -- (inaudible) -- the follow-up for each
25 of those feeders, but that will strengthen service

1 into those most critical facilities.

2 And then lastly, with our EOCs, we have a
3 mature and robust process to provide Duke
4 representatives in each one of the EOCs that we
5 serve as direct coordination of our restoration,
6 and we are preparing to do that remotely in
7 partnership with each of those EOCs. And that will
8 include coordination of our road clearing support.
9 We provide buckets to those counties so that they
10 clear lines and quickly open up roads for emergency
11 transportation.

12 Next slide, please.

13 I share this just as a reference of a
14 restoration plan that -- (inaudible) -- plan to
15 carry out the prioritization of feeders and the
16 marshaling of resources has -- has not changed,
17 even though we have invested in the grid, we are
18 hardening and we are automating, whether we
19 mitigated at -- from 5,000 to 500 customers, we
20 still have to put line up and repair damaged
21 facilities. And so we will execute our plans
22 working from the source out.

23 And again, that's where the -- calling the
24 COVID feeders, the hospitals and assisted living
25 facilities, the extra work that's been done there

1 will -- we've corrected some deficiencies that were
2 existing there.

3 Next slide, please.

4 I would like to share some -- some lessons
5 learned for 2020. And as I mentioned, some things
6 can -- (inaudible) -- liberty to get better, and
7 other things we are adjusting to the COVID
8 protocols.

9 Our alternative housing option, you know,
10 there were about -- in Irma, Hurricane Irma, we
11 used about -- 30 percent of our housing was -- was
12 sleeper trailers and 70 percent hotel rooms. When
13 we started to Hurricane Michael, we -- (inaudible)
14 -- those percentages, and it was about 70 percent
15 sleeper trailers and 30 percent hotels, but we --
16 we lost our capability to use those on-site
17 trailers, and we are working with the vendors on,
18 you know, what will change with the -- with the
19 social distancing and the sanitation protocols that
20 come.

21 We are implementing in 2020 some efficiency
22 pleasures that will help us increase the number of
23 productive work hours in daylight, doing that by
24 reflecting daily timesheets to ensure the
25 start/stop time that we need to be with all our

1 crews, and we will have an -- (inaudible) -- in
2 place this year that will allow us to ensure that
3 meals and fuel that are used by the crews that we
4 bring in are provided by Duke Energy, so that we A,
5 save -- you know, that will lower costs, and just
6 as importantly, it's quicker to get people on a
7 staging site when we have fuelers that can do that
8 at night when crews are resting, versus putting --
9 (inaudible) -- and it's more efficient to serve
10 meals in those locations as well. We can do it in
11 a way that it's quicker, and all of that translates
12 into more productive restoration hours during
13 daylight for a better managed event.

14 In terms of the COVID-19 changes being driven
15 with our logistics plan, we are meeting with each
16 of our vendors and we are working through lessons
17 learned from -- from their experiences. We
18 actually had a conversation with one today who had
19 supported ambulance drivers and medical service
20 providers in New York, who were there for response.

21 And what -- we are going to be incorporating
22 those changes into our staging site plan. We are
23 looking at measures like reducing work crews --
24 (inaudible) -- and ensuring that they stay
25 together, so that their eating arrangements, their

1 showering arrangements, their sleeping arrangements
2 limit the interactions of people on these staging
3 sites, so that if they are -- (inaudible) -- that
4 the contact tracing is simpler and fewer people are
5 affected by that.

6 We are working through EEI and SDE and the
7 Florida Coordinating Group on ensuring that
8 personal protective equipment is available, and
9 that we've got agreements in place and can get
10 support as we need it.

11 We -- Duke Energy, in the last two hurricanes,
12 we had about 80 percent of the off-system support
13 that we have acquired has been through contractors,
14 through vendors, and about 20 percent comes through
15 the mutual assistance. So we are ramping up our
16 outreach to those vendors. There are over 100 that
17 we are in the process of sending some of the
18 methods of payment agreements to right now.

19 We have included the process change, as I
20 mentioned earlier, like the daily timesheet
21 approvals and the expectation for meal and fuel
22 being -- being acquired by that- Duke Energy
23 provides. We have added some provisions for -- for
24 routing, so when those crews come to us, we know
25 what roads they are traveling and we are aware of

1 any traffic congestion, we can convey that at the
2 time.

3 But that -- that's a big part of our resource
4 plan, is are those -- those contractors and vendors
5 that come from all over the country, and we are
6 sending notices now. We do that every year. We
7 are validating those to make sure -- (inaudible) --

8 And then in terms of communication, I will
9 share a couple of examples in a minute, but we
10 are -- we are able to communicate the restoration
11 status and status of crew movement at a more
12 granular level in 2020 as a result of continuous
13 improvements and lessons elsewhere. And also, show
14 those renderings on a map so the customers can see
15 how they are affected an when they can expect their
16 lights to come back on.

17 And in terms of operations, Duke Energy
18 Florida implemented an organization change at the
19 first of the year, which aligns with our compact in
20 smaller estimate -- our ETR zone, and our local
21 leadership is also the incident command leadership
22 in a major event, so our -- our leaders have
23 oversight over not just construction and
24 restoration resources -- (inaudible) -- and work
25 management and most functions that are -- that are

1 required to -- (inaudible) -- they have that now
2 with their daytime rule, and then when we shift
3 into hurricane restoration mode this summer, they
4 will be, you know, less of a -- less of an
5 adjustment for them to make.

6 So I will share a bit more detail on these
7 items. Go to the next slide, please.

8 I mentioned the smaller restoration zones.
9 This particular rendering is -- was -- was created
10 in Hurricane Michael and provided our operations up
11 into these zones. We were able to produce this map
12 and post it on our external website.

13 Since that time, the -- the applications have
14 been up updated, so our operational plan reflects
15 this -- these smaller -- smaller zones for
16 restoration and management of the work. And our
17 external map has been upgraded to allow drilling
18 down into these smaller areas with customer
19 information as well.

20 Next slide, please.

21 So in terms of communication, I am sure we've
22 all seen this with -- with the stay-at-home orders
23 in place. Everybody is -- has a heightened
24 sensitivity to any kind of electric power
25 interruption. We have increased the amount of

1 information that we are able to share any time
2 there is an outage, and we will carry that practice
3 into our hurricane plan for 2020.

4 So we -- we have an objective. In a -- in a
5 mid-level event, we intend to provide information
6 to customers that are off at least twice per day.
7 And that may be a cost code for why they are off,
8 it may be the estimated time of restoration; but in
9 the process of gathering that, we will provide
10 information, at least tell them when they can
11 expect to have that detail so that we don't have
12 any long areas of silence or access of information.
13 And of course that will also be available to them
14 on the external map.

15 For a major event like a hurricane, our plan
16 includes at least one communication each day to our
17 customers through these -- these -- push it out to
18 them. So they have something from -- that's useful
19 for their personal planning, again, at least once a
20 day.

21 Next slide, please.

22 This is an image of -- of the upgraded
23 external outage map that includes the ability to --
24 to drill down into the smaller areas. So this can
25 be tailored based on a specific hurricane and a

1 specific restoration effort; and again, in concert
2 with outbound emails and texts that allows
3 customers to see what the status of the restoration
4 is and how it effects them.

5 Next slide, please.

6 I mentioned Duke Energy Florida had 1.8
7 million customers. We continually collect mobile
8 phone numbers and email addresses so that we can
9 provide this information in a hurricane. We
10 currently have just over a million and a quarter in
11 our database. So -- so at this point, a little
12 over two-thirds of our customers we can push this
13 messaging to. It also relieves some of the
14 congestion on the phone lines with people calling
15 in to get that information as well.

16 Next slide, please.

17 And no description of a -- of a well-organized
18 and compassionate response would be complete
19 without reference to support for customers in the
20 aftermath of a -- of a major hurricane. And again,
21 going back to Michael, which was the last major
22 that -- that we restored, we will dispatch the
23 field team the best practice that was learned in
24 Mexico Beach where we will have customer service
25 information and support for customers on-site. We

1 have agents who were in -- in the Panhandle
2 providing that. With the pandemic accommodation,
3 we will certainly have changes to face coverings,
4 and sanitation, and distancing that will be part of
5 that plan, but we still intend to send people
6 directly to the location.

7 And then there are a number of billing and
8 payment accommodations and relaxed some of those
9 requirements that we have done in -- in the past
10 several hurricanes that we will continue into 2020.

11 All right. Next slide, if you could go to
12 slide 14. Very good. Thank you.

13 So I want to comment on things here more
14 specifically that were asked of the presenters
15 coming in today.

16 I mentioned the scope and method --
17 (inaudible) -- documents that are -- are being sent
18 out to our hundred plus vendors that are a large
19 part of our restoration workforce to where we will
20 be requiring travel routes from those partners so
21 we can help them get to our territory more
22 efficiently. It will also include the other items
23 that will increase our efficiency and our ability
24 to -- to drive more productive man-hours to the
25 daylight time.

1 And as we explore some of the changes going
2 that are going to be needed on our staging sites
3 due to the flu, one of the -- one of the things
4 that I think will be part of it is more use of
5 staggered meal times, staggered departure and
6 arrival times back to those staging sites, and all
7 of these improvements in our scope and methods of
8 payments to contracts are going to help us more
9 tightly control start and stop times. That's going
10 to pay dividends when we make that part of our --
11 our -- our pandemic accommodation.

12 And then in terms of material, we have what we
13 call storm kits. Each kit is an assembly of eight
14 large footlocker size boxes. And those kits, each
15 one contains enough material to supply 400
16 restoration lines in three days. So we have got
17 eight kits each will supply the linemen, so we are
18 covered for just over 3,000 restoration workers for
19 three days. And that bridges us for the time when
20 our supply team organization can reach outside of
21 Florida and resupply as we need, but -- but we are
22 ready to go in case supply lines are -- are
23 hindered for the first 24 to 48 hours.

24 All right. Could we go to slide 22, and I am
25 going to -- I'm going to wrap up there?

1 CHAIRMAN CLARK: 22.

2 MR. CUTLIFFE: 22, yeah. Thank you. Thank
3 you.

4 So just in summation, I mentioned the lessons
5 learned. Our organization and our restoration
6 plans have been aligned in 2020 for smaller, more
7 targeted zones, and better information to
8 customers.

9 Our operational leaders have responsible --
10 responsibility for multiple functions in their --
11 in their day job, and that carries over into our
12 hurricane plan. And we get are strengthening our
13 off-line plans, which include the ability to
14 provide information in case there are interruptions
15 in our outage management functionality, and any
16 kind of loss of telephone service, we are able to
17 go back to paper and other processes to ensure that
18 that work continues.

19 And there -- as we -- as we continue to adapt
20 to the -- the pandemic protocol, I mentioned we are
21 in conversation with our logics vendors, and we are
22 participating closely with industry organizations
23 like EPI and SEE. The COVID requirements are going
24 to evolve as we go through the summer. We are --
25 we are engaged with all those key stakeholders, and

1 we will -- we will work with them and -- and make
2 adjustments as appropriate. And our -- our
3 strategy will continue to adapt as it needs to as
4 we go forward.

5 So with that, I will -- I will close and be
6 happy to make any -- (inaudible) --

7 CHAIRMAN CLARK: All right. Thank you, Mr.
8 Cutcliffe.

9 Commissioners, any questions?

10 Commissioner Fay.

11 COMMISSIONER FAY: Thank you, Mr. Chairman.

12 And I -- you don't necessarily need to go back
13 to the slide, but on slide 10, you -- you mentioned
14 the insurance -- basically letters related to
15 insurance claims and then recovery through FEMA.

16 I know with the -- the current pandemic, there
17 is a lot of discussion about business disruption
18 and claims made through insurance companies.

19 Can you just elaborate on -- on what you are
20 doing to -- to make sure those notices get out
21 fairly quickly?

22 MR. CUTLIFFE: Yes, sir. It varies from --
23 from the utility are necessary for insurance
24 processing. So A lot of customers, they don't have
25 access to printing capabilities, they are --

1 (inaudible) -- so what our plan includes, when we
2 send our on-site teams to the affected areas, they
3 have the capability to print off those letters and
4 provide them to customers so they can more quickly
5 process their insurance claim.

6 In terms of the FEMA support, we are not
7 eligible for any of the FEMA reimbursement, if you
8 will. So that is -- we are -- we are supporting
9 other entities with this information --
10 (inaudible) --

11 COMMISSIONER FAY: And that would be the
12 municipalities that would need that information?

13 MR. CUTLIFFE: Yes, sir.

14 COMMISSIONER FAY: Okay. Great.

15 And then just one more question, Mr. Chairman.

16 It was mentioned earlier with Florida Power &
17 Light regarding the drones or the unmanned
18 aircrafts to be used for different reasons. On
19 slide, let's see, 21, there is a mention of using a
20 helicopter for a -- a complete transmission
21 overview at least, I guess, twice annually.

22 Can you just explain -- I -- I know the
23 technology is evolving quickly, but the reasons why
24 a manned aircraft, or something like that, would be
25 better than using something that's unmanned?

1 MR. CUTLIFFE: We use a combination of -- of
2 means, if you will. We have fixed-wing that does
3 more frequent patrols looking for vegetation
4 conditions and -- and encroachments on the
5 transmission rights-of-way.

6 Helicopters are used for more targeted, more
7 targeted infrared scanning and then more targeted
8 inspections, including LiDar in some cases to check
9 clearances.

10 And we also have something that we use, both
11 for transmission and distribution, which are
12 obviously far more -- (inaudible) -- in their
13 ability to get in close and provide images and
14 infrared scanning readouts of insulators and
15 connections -- (inaudible) --

16 So all three are used, and following a
17 hurricane, we use all three as well.

18 COMMISSIONER FAY: Great. Thank you.

19 That's all I had.

20 CHAIRMAN CLARK: Thank you, Commissioner Fay.

21 Any other Commissioners?

22 Commissioner Brown.

23 COMMISSIONER BROWN: Thank you.

24 I just have a question regarding your new
25 customer delivery organization that is intended to

1 include customer service. Does that also include
2 the comm-- continued communication, the ETR
3 communication?

4 MR. CUTLIFFE: Yes, ma'am, it does. And we --
5 we went from previously a functional organization
6 to a geographic-based organization. So -- so a
7 leader in an operating center is now over
8 essentially all functions performed out of that
9 geographic location.

10 So when there is, you know, damage assessment
11 required in order to identify the scope of work,
12 and then some, obviously some field expertise to
13 assess the length of time that it will take, all
14 those different functions that contribute to an
15 accurate ETR are -- are now under single
16 leadership.

17 COMMISSIONER BROWN: And in terms of
18 communications, your own, this broadband and
19 wireless communications, has Duke incorporated a
20 failsafe or the company -- I know some companies
21 previously in hurricanes past, they have had
22 problems with their third-party telecommunications
23 provider during a storm. Has Duke incorporated any
24 type of measures to deal with that if your system
25 goes off?

1 MR. CUTLIFFE: Yes. The -- the way we address
2 that is we have a -- we have a 900 megahertz radio
3 system that in all of our emergency planning and
4 our drill scenarios is our -- is our -- I wouldn't
5 call it a last resort, but is our failsafe for
6 communications to the field.

7 We -- we have been subject to commercial cell
8 carrier unavailability in certain areas in the
9 past, and we have developed off-line plans in order
10 to accomplish our critical operational functions.
11 In some cases, we can go back to paper. In other
12 cases, we will use satellite radios or the
13 900 megahertz radio system to communicate.

14 COMMISSIONER BROWN: Good. That's good to
15 hear.

16 And finally on page 16, is that a picture of
17 you without the beard?

18 MR. CUTLIFFE: Yeah. It tells you how
19 resourceful we have to be to get information out,
20 so apparently they will put anybody on camera.

21 COMMISSIONER BROWN: Thank you so much. Stay
22 safe this season.

23 MR. CUTLIFFE: Thank you.

24 CHAIRMAN CLARK: Thank you, Commissioner
25 Brown.

1 All right. No other questions from
2 Commissioners. I will turn to staff.

3 And, staff, my apologies for skipping you in
4 the first round. Any of our staff members have any
5 questions for Duke?

6 Okay. No questions from other Commissioners,
7 no questions from staff.

8 Thank you, Mr. Cutcliffe. We appreciate your
9 presentation. Thank you for being here with us
10 today.

11 MR. CUTLIFFE: My pleasure.

12 CHAIRMAN CLARK: All right. Next up, Tampa
13 Electric, Mr. Phillip Reynolds.

14 Mr. Reynolds, are you on the line?

15 MR. REYNOLDS: I am.

16 CHAIRMAN CLARK: You are recognized.

17 MR. REYNOLDS: Can you hear me?

18 All right. Let's see, there we go.

19 So feel free to interrupt at any time if you
20 have got questions, and I will try to breeze
21 through this.

22 But my name is Phillip Reynolds. I am the
23 manager of the Distribution Restoration group for
24 Tampa Electric. So that group is made up of
25 troubleshooters who are the first responders to

1 outages and customer issues, and then we have the
2 distribution control room under my leadership here
3 that manages distribution grid. So that's --
4 that's kind of the makeup here, maybe a little bit
5 different than some other areas, so...

6 Let's go to the next slide, please.

7 The first thing I wanted to hit on is the
8 vegetation management. As has been mentioned
9 already today, vegetation is probably the largest
10 driver of outages, and especially, you know, after
11 a storm like Irma, we saw trees cause significant
12 issues, and so we -- we definitely pay attention to
13 our trim cycles.

14 And for the distribution side, we have a
15 four-year trim cycle that we are in year -- we
16 completed year three in 2019, and that's for all
17 feeders and all laterals.

18 So for 2019, we did 1,665 miles of trimming
19 and over, almost 4,000 hotspot locations trimmed.
20 So that would be a tree that's grown a little bit
21 faster than the trim cycle, a customer could call
22 it in or a troubleshooter sees it, we go out there
23 and take care of it, so...

24 On the transmission side, we -- we try to
25 maintain a two-year cycle for the bulk electric

1 system, which is our 230 kV and 138 kV lines. And
2 then a three-year cycle on the non-bulk electric 69
3 kV side.

4 For transmission last year, we did 523 miles
5 of trimming, and equivalent to about 2,554 acres of
6 right-of-way mowing.

7 Next slide, please.

8 For the pole inspection program, we -- we
9 maintain two different pole inspection systems.
10 One for our distribution system, which is an
11 eight-year cycle. Last year, we did just under
12 39,000 poles inspected for groundline failure. Of
13 that almost 39,000, we had 1,726 failed, and we
14 replaced almost 3,400 poles. So we -- we do carry
15 a little bit of a backlog as we try to address the
16 critical poles first and then we will come back as
17 budget allows to those that are less critically
18 damaged. And so that's why you see the replacement
19 number is a little bit higher than the failure
20 number.

21 We have also seen recently, as we have been
22 through this cycle now a few times, that our
23 failure rate is going down. You know, for every
24 pole inspected we are failing less poles.

25 We also reinforced 775 poles. So this would

1 have been with the steel truss, that if the pole
2 meets certain criteria, we can use a steel -- steel
3 truss, and that allows us to extend the life of the
4 pole for a few hundred dollars compared to, you
5 know, 4,000 or 5,000 for a full pole replacement.
6 So we try to utilize that. It's not applicable in
7 every situation, but in a lot of cases, it is.

8 On the transmission side, we are on a
9 eight-year cycle as well. For that we did 808
10 poles inspected for groundline failure. 116 poles
11 failed and we replaced 144. So, again, carrying
12 some backlogs from the last year.

13 We do use several methods for inspection
14 aerial infrared and ground patrol. And it's been
15 kind of mentioned a couple of times here, we do
16 have capability of using drones for that
17 aboveground inspection, and that allows us to get
18 into hard to access places and different things
19 like that.

20 So we have roughly 80 percent of our system
21 has been hardened into steel or concrete poles, and
22 we are working diligently to get the remaining
23 20 percent of wood -- wood poles converted.

24 Next slide, please.

25 So some of the things we have done in 2019, in

1 addition to just pole replacement is to help harden
2 our system. So we changed out 110 live-front
3 switchgear with dead-front sealed submersible
4 gears. And so we've started to see some issues
5 with Cuban Treefrogs, and different other types of
6 wildlife that get into these live-front gears, and
7 just it causes problems for customers, not only in
8 a hurricane scenario, but just kind of day-to-day.

9 So we have got a proactive program to replace
10 those -- to replace all of them over the next few
11 years. And last year, we did 110. Our goal -- our
12 goal this year is to do over 200 of them. We are
13 well on our way to that.

14 Another area we have seen some improvement on
15 is the installation of reclosers. And so the
16 recloser is kind of a sectionalizing device that
17 limits the impact of an outage. So if a tree falls
18 on a -- on a feeder, it -- it takes out just a
19 smaller section of customers and allows the rest of
20 the circuit to remain in power.

21 So we installed 58 three-phase reclosers last
22 year, and 127 single-phase reclosers. And addition
23 to that, over 1,200 fuse installation and
24 coordinations, and added over 404 lightning
25 arrester stations or repairs.

1 We also have embarked on some hardening
2 projects and -- for hospitals, and those are well
3 under way as well.

4 Next slide, please.

5 So for -- as has been mentioned here with the
6 mutual assistance and -- and mock drills, the --
7 the pandemic kind of thrown us a little bit of a
8 curveball and -- and we are dealing with that as
9 best that we can.

10 So one of the things we are going to be using
11 this year that wasn't available to us in the past
12 is our ARCOS crew manager, and so when we receive
13 foreign crews from outside, all of them will have
14 this app they can download on their phone, and that
15 allows us to track them via their phone GPS
16 wherever they are at in the state traveling down
17 here and then throughout our service territory.
18 And this feeds into our crew management software
19 that allows us to assign work and -- and visually
20 manage the workload. And so this was not something
21 we had available to us when Irma came through, and
22 is a new tool make our management of the workforce
23 much more efficient.

24 We do, you know, have -- we are planning for
25 the situation where we may not receive much

1 assistance from outside our service territory. In
2 that case, we will lean on our native contractors
3 to help staff up and continue our restoration in
4 the normal process of, you know, critical customers
5 first.

6 We are participating in the ESCC, the SEE
7 groups to -- to talk about best practices for
8 managing instant base sites. One of the neat
9 things that has come up as a result of this
10 pandemic that I think is a positive thing is we
11 have shifted all of our cost center operations to
12 work from home setting. So that's not something
13 that we would have ever have done had we not been
14 spurred on by this virus to do that. And so I
15 think this has a benefit for us if we do get a
16 storm situation, because, you know, if we -- we
17 have damage to our call center, or anything like
18 that, we have all of these resources that are able
19 with -- able to work from home and have the
20 appropriate technology and computer software. So
21 we think that's going to be a benefit for our
22 customers.

23 We did complete an incident base review of all
24 of our incident bases this year, and we are
25 planning smaller scale local storm prep exercises

1 in lieu of the large, you know, the large-scale
2 in-person exercises.

3 And one other, you know, benefit we have seen,
4 again from the virus, is this -- we have supplement
5 our control center operations into two -- two
6 areas, one at our primary site of and other at our
7 backup remote site. And so that has allowed the
8 opportunity to make sure that backup site is
9 working and is fully functional.

10 We have been up there for two months now.
11 Found a lot of things that we needed to add, radio
12 communication needed to be improved, and so that
13 was a real good -- a positive thing having to work
14 in a different way due to this virus.

15 Next slide, please.

16 As is mentioned with the mutual aid, we have
17 been -- the EEI, the SEE, have been involved in
18 those conversations. We have mutual agreements
19 with them. We do have seven agreements with
20 municipalities in Florida to support in a storm
21 situation. We have over 100 -- we have access to
22 over 100 different utilities and contractors for
23 mutual assistance.

24 As part our plan and how we would change if we
25 had to -- to bring foreign crews in, we do plan to,

1 at a minimum, scan for temperatures at a staging
2 site. We -- we have been tossing around the idea,
3 could we have everybody tested before they leave
4 and come here? We are trying to work out the
5 details for that, but at a minimum, we would like
6 to do some temperature scanning.

7 We plan to do, again, split up meal times,
8 have -- have boxed dinners and lunches. Sleeping
9 arrangements will be by crews. So instead of the
10 massive, you know, sleep trailers we have seen
11 recently, we would like to -- to either utilize
12 hotels if available, you know, a couple to a room
13 per crew, or -- or, you know, less -- less people
14 in the sleep trailers.

15 We are -- we are also preparing video
16 presentations for the safety orientation, so
17 that -- that can be shared remotely instead of done
18 in person. And we are looking at additional --
19 expanding additional sites for incident bases.

20 We have conducted our emergency management
21 outreach, and so we have got our updated critical
22 customer list for 2020. And, again, we didn't hold
23 an in-person session with the EOCs here due to
24 the -- due to the virus.

25 Next slide, please.

1 One of the neat things that we are excited
2 about coming on-line is our advanced distribution
3 management system so that we, in short, call it the
4 ADMS system, and so this system is a total revamp
5 of our outage management system. It will change
6 the -- the way that we manage our distribution
7 grid. It adds a different level of intelligence to
8 the distribution grid. It will help restore
9 outages quicker through automated technology and --
10 and artificial intelligence.

11 There is a whole host of benefits to the ADMS
12 system, and that is planning to come on-line later
13 this year, not in time for the peak of storm
14 season, but -- but definitely by the end of the
15 year. And then for the next storm season, it's
16 going to open up a -- a new world for us in terms
17 of our ability to restore customers should we have
18 a storm, but also in the realm of damage
19 assessment, the ADMS tool has a field damage
20 assessment component that we can even do, you know,
21 material ordering, switching, and -- and a whole
22 host of different things that will take our damage
23 assessment to the next level and make it much more
24 efficient.

25 Next slide, please.

1 From a customer outreach perspective, we've
2 made significant improvements to our outage map in
3 2019 and 2020. So there is a lot more granularity
4 to an outage. You can zoom in and see down to your
5 specific address and region. There is more
6 information provided when you click on an outage in
7 terms of ETRs, and, you know, where -- if the crew
8 is en route, if they are on-site, what the damage
9 is.

10 We've also added the ability to directly
11 report an outage from the outage map. We find that
12 the outage map is kind of the first place people
13 go, and so we've -- we've enabled the ability to do
14 that.

15 We've also gone through and changed the way we
16 communicate with customers in a sense of now we
17 have those power updates programs, where customers
18 can receive text messages, emails, automated phone
19 calls, a whole host of different ways we
20 communicate with customers so that they are -- they
21 are in tune with what we are doing.

22 We've made improvements to our private CAD
23 system, which helps refine our estimated times of
24 restoration and get those a little more accurate
25 for our customers. And all in all, I think we've

1 seen a big improvement in our JD Power sports with
2 our customers, and I believe a lot of that is due
3 to these -- these communications.

4 And one last area of outreach, and not
5 necessarily related to -- to the storm aftermath,
6 but the -- ahead of time, you know, every time we
7 are doing a project that is hardening related, or
8 is going to improve reliability, we are sending out
9 proactive letters in the mail to those customers
10 that are impacting to let them know we are working
11 in their area and we've tried to make some
12 improvements on their system. So just another
13 touch point there.

14 Next slide, please.

15 So the last slide here is some lessons
16 learned. I think, you know, the utility industry,
17 the hurricanes is kind of what we do, especially in
18 Florida, is dealing with storms. And every time we
19 have a -- a local storm or we go on a mutual
20 assistance trip, we try to take -- take some
21 lessons learned from that. We have a debrief, when
22 everybody gets back where the storm has been
23 restored and just to talk about, you know, what we
24 could do better for the next time.

25 So one area we identified was we need more --

1 more resources for our wire down teams. You know,
2 we have -- you know, wires come down due to trees
3 and wind, and it's kind of a public safety hazard.
4 And we put in place wire -- wire setting teams that
5 can at leasing -- you know, we call it babysitting
6 the wire until somebody gets there that can --
7 that's trained that can adequately deal with the
8 situation.

9 We have worked on, as I mentioned, enhanced
10 granularity around our ETRs with some technology
11 upgrades. We are working on increasing our ability
12 to management additional incident bases as we have
13 to spread out and not -- not be so condensed in one
14 area.

15 I believe we had roughly 2,500 resources,
16 distribution line resources in Hurricane Irma,
17 which is well above what we -- we would normally
18 see on a day-to-day basis in terms of internal
19 workforce. And so the ability to manage a group
20 like that, we definitely found was -- was an issue,
21 and we need to, you know, need to make some
22 improvements.

23 Kind of skip through some of these here.

24 As I mentioned the outage technologies, we --
25 we've streamlined it and added the ability to GPS

1 track foreign crews.

2 And then lastly, improving the invoice review
3 process. So one of the biggest lessons learned
4 from Irma was that there is a gap between the --
5 the accounting groups and the people that were on
6 the -- you know, boots on the ground in the field.
7 And so going forward, we have financial and
8 accounting people embedded with the operations, and
9 they will be reviewing the invoices right as they
10 come in. They will be managing -- managing those
11 charges. And I think it will give us a -- a lot
12 better handle on -- on, you know, the charges we
13 receive from contractors and foreign crews.

14 So with that, that's -- that's all I've got.
15 I would be happy to take some questions.

16 CHAIRMAN CLARK: All right. Thank you,
17 Mr. Reynolds.

18 Any questions?

19 All right. Doc -- do you have a question,
20 Commissioner Polmann? Nope?

21 COMMISSIONER POLMANN: Yes, sir. Thank you
22 very much.

23 You had mentioned -- thank you for your
24 presentation, by the way.

25 MR. REYNOLDS: Yes.

1 COMMISSIONER POLMANN: Very informative.

2 One thing that customers are always concerned
3 about, and I appreciate you mentioning it, was the
4 estimated time for restoration. And I am very
5 hopeful that all the utilities are making progress
6 on better estimates for that. I think it's
7 important that we not have unmet expectations. Of
8 course, no one wants to be out of power. They --
9 they don't want to be out for an expended period.
10 But I think it's -- it's critically important that
11 we -- we not operating an expectation and then --
12 and then not meet that. It's very disappointing
13 for folks.

14 So my -- my point is do you -- do you see a
15 coordination in terms of, among the utilities, to
16 find better methods or improve the abilities based
17 on circumstances that are that are found out in the
18 system? And I understand all the -- all the
19 conditions are different, but do you see a
20 coordinated effort as an industry to be better able
21 to estimate, or is it all just so site specific
22 and -- and -- and system specific that it's kind of
23 each utility has their own method?

24 MR. REYNOLDS: That's a really great question,
25 and I think -- maybe it was Hurricane Sandy up in

1 the northeast that really initiated this push for
2 ETRs, and kind of understanding better what -- when
3 a customer could be expected to be back in power.

4 And I think it -- it -- there is a discussion
5 generally within the industry, because it's -- it's
6 such oppressing topic, you know, through the SEE
7 and other groups, but really what we've seen,
8 and -- and a lot of the driver for the ETR is
9 getting better, it's just the advanced technology.

10 So even as recently as 10 years ago, we didn't
11 have the ability to, you know, I would say kind of
12 look out into our system and see where the damage
13 was and, you know, remotely or automatically
14 restore power. It's still a very manual grid
15 that -- that, you know, basically it existed for
16 decades in a certain way, and we are just starting
17 to see technological improvements, not only on the
18 hardware side in the field, but on the computer
19 side in the office. And so what that does is it
20 allows us to drive towards better, more accurate
21 ETRs because we are -- we are pulling in all of
22 this data and we -- we have the -- the
23 technological capability to refine and to -- to
24 really drill down into -- to much more accurate
25 ETRs.

1 So I think -- I think there is an industry
2 push. I don't know necessarily that, you know, we
3 are meeting, you know, on a regular basis with our
4 peers talking about ETRs. But I think our -- our
5 collective pressure on -- on technological vendors
6 and field hardware vendors to improve their
7 offerings to us so that we can implement them has
8 allowed us to drive to more accurate ETRs.

9 Does that make sense?

10 COMMISSIONER POLMANN: Yes. Thank you very
11 much.

12 I -- I know my personal experiences, having
13 benefited from -- from improved technologies and
14 switching systems, and so forth, where there is
15 a -- historically, I have had some interruptions
16 in -- in power delivery where, you know, a system
17 would go out for a minute or two, and now I have,
18 you know, something that may be interrupted for
19 less than a second. I mean, you could --

20 MR. REYNOLDS: Right.

21 COMMISSIONER POLMANN: And -- and the system
22 is immediately restored because there is advanced
23 switching that takes care of the problem just
24 automatically.

25 So, you know, those types of technical

1 improvements are becoming evident, and I think the
2 challenge for the industry now is the use of the
3 things like we've talked about with -- with
4 unmanned systems and drone systems to do a -- do a
5 quick survey and understand in terms of the
6 distribution line, and so forth, how much has --
7 has been damaged? How much can readily be
8 restored? What is the access? And what type of
9 equipment needs to be replaced and those things?
10 And you know, we are talking about days rather
11 than, you know, weeks in certain cases, and kind of
12 make those --

13 I appreciate the coordination and
14 understanding among all the utilities that, you
15 know, cus-- customer expectations are so critically
16 important in being able to get as good an estimate
17 as you can is really what -- what -- what drives
18 that. And those are the kinds of complaints that
19 we hear --

20 MR. REYNOLDS: Right.

21 COMMISSIONER POLMANN: -- so often that gets
22 the media attention when -- when they don't get
23 what they think they are going to get that that's a
24 big problem. So thank you -- thank you for the
25 presentation.

1 MR. REYNOLDS: You are welcome.

2 CHAIRMAN CLARK: Thank you, Commissioner
3 Polmann.

4 Commissioner Brown.

5 COMMISSIONER BROWN: Thank you.

6 Yes, thank you for your presentation. You
7 probably have the best radio voice we've heard yet
8 in these meetings -- virtual meetings, so thank you
9 for the headphones. It really -- you are really
10 coming in loud --

11 MR. REYNOLDS: You're welcome.

12 COMMISSIONER BROWN: -- and clearly.

13 So Tampa Electric has been deploying smart
14 meters, and I don't think you are currently fully,
15 the whole territory has smart meters to date,
16 right; isn't that correct?

17 MR. REYNOLDS: That's correct. That will be
18 wrapped up next year.

19 COMMISSIONER BROWN: Which is very exciting.
20 And just to tie along with the technology aspects,
21 how do you see the smart meter benefiting customers
22 during hurricane season?

23 MR. REYNOLDS: Right. So that's a -- that's
24 an excellent question. And -- and in my role here,
25 you know, I get to see the impact of that

1 firsthand, and so what the -- you know, it's really
2 the AMI -- call it AMI infrastructure. So AMI
3 combined with ADMS is really going to be what opens
4 up the new world for customers.

5 So in the AMI world, whenever every, you know,
6 everybody has got a smart meter, we will be able to
7 see -- you know, the meter will tell us when it's
8 out versus the customer saying, hey, I am out of
9 power. Let me call the call center. And a
10 troubleshooter shows up, and they figure out what's
11 going on. It will be an instant communication
12 directly from the meter to our system.

13 And when that integrates with -- with the
14 ADMS, the distribution management software, what
15 that's going to -- the -- the intelligence behind
16 that software is going to see, okay, I have got
17 meters here, here and here. This is probably where
18 the damage is. And so -- I was going to respond to
19 Commissioner Polmann's question.

20 So in the current world of restoration, when
21 we have -- we have an outage and the feeder goes
22 down, it's a -- it's a manual dispatch process. I
23 will have a dispatcher here. We will tell a
24 troubleshooter, go patrol the circuit and see what
25 you find. That takes, you know, maybe up to an

1 hour just to assess the circuit. Then they have to
2 do restoration.

3 In the -- in the new world, the technology
4 will tell us, we think it's at this pole. Drive to
5 this pole and see what's going on. And so they
6 will drive directly there, say, yep, we got a
7 branch laying on the line. Let me clear it. And
8 it's -- it's -- you know, they are back in power
9 very quickly.

10 But in the -- in the time it takes for that,
11 you know, troubleshooter to drive there, the system
12 is going to say, if I open this switch, close this
13 switch, open this one, I can pick up 80 percent of
14 the customers instantly and keep, you know, just
15 the -- the damage isolated.

16 And so we are really close to being there.
17 And in terms technology, I think -- you know, like
18 I said, the meters will be fully rolled out next
19 year. The ADMS software will be live, you know, by
20 the end of this year, and so that -- that's going
21 to be a whole different world for our customers
22 than -- than what they are used to experiencing
23 today.

24 COMMISSIONER BROWN: Well, great. I think
25 that is the world that we need to be in, and so

1 that's exciting moving forward.

2 And are you going to be involved in any of the
3 targeted undergrounding projects with regard to
4 after a assessing the prone areas from hurricane
5 season, are you going to be involved in that
6 targeted undergrounding?

7 MR. REYNOLDS: So I am not involved
8 necessarily in that group from -- from the aspect
9 of picking which circuits. We would be involved
10 in, you know, the construction side, and the
11 switching, and figuring out where -- where load
12 needs to go. But we haven't asked that management
13 group in a separate SPP group, we're calling it
14 that, that will create the matrix to -- to
15 determine which -- which areas are -- are best
16 suited for the -- the undergrounding program.

17 COMMISSIONER BROWN: Great. Looking forward
18 to that, too.

19 And finally, I just can't stress enough.
20 Earlier we, in our Internal Affairs meeting, we
21 were talking about local, and everything is local,
22 and I cannot stress the importance of Tampa
23 Electric being at the local EOCs and communicating
24 with -- with them around the clock during -- during
25 a storm. It's so helpful to you. It's helpful to

1 the customers --

2 MR. REYNOLDS: Right.

3 COMMISSIONER BROWN: -- and it really helps
4 get your message out even broader than what you are
5 delivering.

6 MR. REYNOLDS: Right. We have a couple of
7 dedicated people that are embedded at the EOCs
8 when, you know, when that time comes and they ride
9 out the storm and direct line to -- to my office
10 here, I get all kinds of calls all the time from
11 them, so...

12 COMMISSIONER BROWN: It's a rough journey, but
13 we appreciate what you guys do. Thank you.

14 MR. REYNOLDS: Yep. You are welcome.

15 CHAIRMAN CLARK: Thank you, Commissioner
16 Brown.

17 Commissioner Fay.

18 COMMISSIONER FAY: Thank you, Mr. Chairman.
19 And thank you, Mr. Reynolds, for the information.

20 I know there has been some progress on a -- a
21 project related to Tampa General Hospital, and
22 actually with Commissioner Brown and Commissioner
23 Polmann are from the Tampa area, and I know you
24 have been moving forward with that project.

25 Is -- can you maybe give us an -- an update on

1 that -- that progress and how it relates to storm
2 recovery and what the utility might be able to do
3 in response to that?

4 I mean, it's a -- I know it's a trauma one
5 hospital. It's nationally recognized for some of
6 the care and things that they provide. I have just
7 always had a concern about keeping constant
8 electricity to that facility.

9 MR. REYNOLDS: Right. That's -- that's a
10 great question, and, you know, we are still --
11 still under way on that. That project is a very
12 complicated project both from the gas side and the
13 electric side. You know, we are familiar with the
14 area there, you know, being on an island, you know,
15 getting underneath the -- the channel there. So we
16 are well under way, and we expect to be done by the
17 end of this year.

18 COMMISSIONER FAY: Okay. Great. Thank you.

19 CHAIRMAN CLARK: Okay. Any staff have any
20 questions? Any staff?

21 MS. BUYS: No questions.

22 CHAIRMAN CLARK: All right. Well, thank you
23 very much, Mr. Reynolds. Appreciate you being with
24 us today.

25 MR. REYNOLDS: You are welcome.

1 CHAIRMAN CLARK: All right. Next up, Mr. Paul
2 Talley with Gulf Power Company.

3 Mr. Talley, are you on the line?

4 MR. TALLEY: Yes, sir. And thank you,
5 Chairman Clark. Can you hear me?

6 CHAIRMAN CLARK: Yes, sir. We can hear you
7 loud and clear.

8 MR. TALLEY: Good. Thank you.

9 Good afternoon, everyone. My name is Paul
10 Talley. I am currently the manager of Technical
11 Services for Gulf Power Company, which includes our
12 emergency preparedness and business continuity for
13 the company, and I appreciate the opportunity to
14 share our updates with the Commission today.

15 Next slide, please.

16 All right. So our goal today is to share a
17 brief overview of the topics that were requested,
18 and very similar to other ones that have been
19 before us. I'm going to jump in.

20 Next slide, please.

21 All right. Gulf Power is grounded in a
22 culture of constant preparedness, and it's not
23 something that we just do for hurricane season. As
24 an example, we've already provided mutual
25 assistance this year to another utility in another

1 state. We've already responded to two different
2 tornado events with seven confirmed tornadoes on
3 our own system that caused major damage this year.
4 And just the week before last, we dealt with a
5 wildfire that impacted our customers in the Santa
6 Rosa County area. So it is a constant battle for
7 us, and we are constantly prepared.

8 Following each one of these events, we receive
9 and review our response and look for ways to
10 improve each time.

11 As you can see there on the slide, our storm
12 drill is currently scheduled for the week of
13 June 22nd, and that will be in conjunction with FPL
14 and Mr. Gwaltney's team, and he has described that
15 already.

16 This year's drill will focus not only on our
17 severe weather response, but how we do that and
18 achieve our historical restoration response success
19 within a pandemic environment, which brings about a
20 different set of challenges, which has already been
21 discussed.

22 We are also in the process of going through
23 our normal preparations for storm season and other
24 areas of the company, working with our local
25 government agencies, emergency management teams,

1 the State EOC and doing all of our employee
2 training; increasing our material and fuel levels
3 going into storm season; reviewing our vendor
4 contracts; looking at our staging sites and
5 revamping those for a pandemic, and all the rest of
6 our preparedness tasks are ongoing currently.

7 Next slide, please.

8 All right. Gulf continues to be actively
9 engaged in numerous industry organizations for
10 mutual assistance. These groups have been very
11 engaged over the last few months as the industry
12 tries to put some guidelines and processes around
13 mutual assistance in new pandemic environment.
14 These changes have the potential to change the way
15 we respond and restore power following a major
16 events.

17 Gulf continues to prepare and plan with FPL.
18 There is a lot of great teamwork going on between
19 the two companies right now, and to make sure that
20 we have an effective plan in place if either one of
21 us are impacted.

22 Damage assessment and restoration begins in
23 parallel. We talked about our restoration process.
24 A lot of folks think that one waits on the other,
25 but these are parallel operations, where we begin

1 restoring activities where we know there is damage
2 close to the substations, and then, at the same
3 time, scout the other areas, assess those damaged,
4 get plans in place for both materials and
5 resources.

6 Quickly setting accurate ETRs is both
7 challenging and required these days. Our customers
8 expect this. And I think following Michael, I feel
9 like we really did a good job of -- of providing
10 really granular targets that we were able to hit.
11 That's not an easy challenge, as Mr. Polmann asked
12 about just a few minutes ago, but it's critical in
13 today's world.

14 As always, communication is key. That is both
15 internal within our teams and our responding
16 resources, and extremely critical with our
17 customers and external partners.

18 Our first priority is to restore critical
19 infrastructure, and sometimes, depending on the
20 event, that does not take very long, which is where
21 the storm hardening feeders benefit our customers,
22 and then we focus on the largest number of
23 customers in an area that we can restore as quickly
24 and safely as we can.

25 That is followed by adjusting our resources

1 and staging sites to roll resources to other areas.
2 Above all, we have to do this as -- with safety in
3 mind. That includes our employees, our mutual
4 assistance resources, our customers, and that will
5 not be different this year as we add in safety
6 around responding during a pandemic event.

7 Next slide.

8 This is our forensics. Gulf has a plan to
9 collect forensics data this year if we are impacted
10 with a major event. As part of the NextEra
11 transition, we are working with FPL to align
12 systems and processes to make this more efficient
13 and consistent between the two companies, and to
14 have the ability to share resources even for this
15 process.

16 Next slide.

17 In 2019, Gulf provided mutual assistance to
18 several companies. We were down for Dorian for
19 FPL. And then we were in Texas to support Oncor
20 have tornado events there.

21 And I threw in there that this year, we have
22 already provided mutual assistance to Alabama Power
23 following the tornadoes that struck across their
24 state early last month. We were one of the few,
25 maybe even the only utility that has been able to

1 provide mutual assistance during the pandemic. I
2 was proud of our team that stepped up and
3 volunteered to do that, and we had to do some
4 things differently.

5 We did a great lessons learned after that I
6 event that we shared with many utilities through
7 the SEE and others. A great part of that event was
8 all of our team was able to work and return safe
9 and healthy following that event, and I will
10 provide some additional comments around that trip
11 in a few minutes.

12 Next slide, please.

13 In today's world, customer communication is
14 critical to your restoration success. Gulf is
15 prepared to provide customers with information and
16 updates through whatever application and
17 communication channels that our customers desire.

18 For Hurricane Michael, again, our
19 communication team even printed material to hand
20 out in areas that were heavily hit, where
21 electronic communication was not available.

22 At the end of the day, our goal is to provide
23 our customers with the information they need in a
24 way they want to receive it every day, especially
25 during a major event that upsets their lives. And

1 you can see all the options that are available
2 there to gather information.

3 Next slide.

4 Gulf continues to partner with our local
5 government officials and teams to ensure that we
6 have a communication plan both before, during and
7 after an event. Our goal is to understand their
8 needs and respond to the priorities as best we can.
9 This is an ongoing plan throughout the year that
10 our time team works with those entities.

11 Our vegetation management team works with city
12 and county officials and customers on vegetation
13 management trimming and education around our Right
14 Tree, Right Place program. Gulf takes serious our
15 engagement in planning with all stakeholders, both
16 locally and at the state level.

17 Next slide.

18 Specifically talking about our vegetation
19 management programs, Gulf maintains a three-year
20 cycle on our distribution mainline feeders and a
21 four-year cycle on our laterals. We can continue
22 to pursue additional trimming rights on our
23 mainlines to protect them as part of our storm
24 hardening plan. We are currently on cycle with all
25 of these programs.

1 On the transmission side, we are up-to-date on
2 all of our required NERC inspections and annual
3 trimming for the 600 -- 1,600 miles of transmission
4 system at Gulf.

5 Next slide.

6 Our inspection programs are in full swing
7 right now as we proactively prepare for the
8 upcoming storm season. This slide addresses our
9 eight-year distribution pole inspection program,
10 our transmission and structure inspection program.
11 All of those are up-to-date and currently on track
12 to meet their annual goals.

13 We are doing -- there has been several
14 questions about drones and all. And this year, we
15 are actually doing our feeder patrols and our pilot
16 with drones, capturing those images to hopefully
17 use in the future with AI, where we can quickly
18 patrol those and identify where things have
19 changed, and so that's something we are working on
20 this year.

21 Next slide.

22 So kind of challenges and lessons learned.
23 Right now every department and business unit at
24 Gulf is working through their business continuity
25 plans that continue to change every day to

1 determine how they operate in this new environment,
2 or in a blue sky; but more importantly, putting
3 together our plans for operating the business and
4 providing for a major restoration effort during a
5 pandemic.

6 Gulf's recent mutual assistance trip to
7 Alabama was very beneficial for the team and
8 allowed us to think through some things that will
9 impact mutual assistance during this year.

10 One of the things we did, we broke our team,
11 or normal large team -- excuse me -- into single
12 smaller units for travel and accommodations. So we
13 didn't have them at the same hotel. We didn't have
14 them congregating together. They traveled
15 separately. We kept them separate to eliminate
16 cross-contamination between the groups. And it's
17 difficult, right? People want to socialize and the
18 social distancing is very tough.

19 Wearing of masks and social distancing is very
20 difficult to maintain. The leadership had to stay
21 focused on that, stay on top of -- just another
22 farther part of our safety culture now. It's
23 another piece of protective equipment.

24 Hotels and other common areas create
25 challenges. You know, things you wouldn't think

1 about, or at least we didn't initially, elevators.
2 All right. You go to a hotel. You expect
3 everybody to jump on the elevator and to go their
4 room. Well, now it takes quite a while longer to
5 get everybody up an elevator if you are only doing
6 two per elevator. So we are trying to work on
7 guidance around that.

8 One person occupancy in a room seems to be the
9 standard right now in the industry, if rooms are
10 available. We've already talked about that some.
11 I think housing is going to be one of our biggest
12 challenges.

13 We also provided additional cleaning supplies
14 for the teams to be able to clean their rooms in
15 high-touch areas as they are going into those.

16 The host utility did a good job of limiting
17 contact -- excuse me, did somebody have a question?

18 CHAIRMAN CLARK: There was no question. Go
19 ahead.

20 MR. TALLEY: Okay. I am sorry. I heard
21 something.

22 Our host utility did a good job of limiting
23 contact with our personnel through the processing
24 site. They did it through video. We are working
25 on similar plans to do that. Safety briefings,

1 check in electronically, I thought they really did
2 a good job will.

3 It's critical that we be able to respond to
4 utility requests this year, but it's just as
5 critical that our teams feel safe and we provide a
6 safe environment for them to work. These are just
7 some of the items that we will need to continue to
8 refine and adapt to as we know more about the virus
9 and about things when responding to mutual
10 assistance requests.

11 As I said earlier, we continue working through
12 our internal plans, as well as in the event that we
13 have to activate our command center and request
14 mutual assistance this year.

15 We are heavily engaged with FPL, Mr.
16 Gwaltney's team, to get plans in place. Our
17 current plans split our command center staff
18 between two locations to limit the number of people
19 that will be exposed if someone was sick, testing
20 and daily thermal scans there.

21 In order to get crews to respond to our needs,
22 we will have to be able to ensure their safety
23 while on our system, and make sure they feel
24 comfortable responding. Just some of the things we
25 are looking at. Thermal scans daily;

1 questionnaires for all of those arriving; daily
2 check protocols for elevated temperature; smaller
3 staging sites to allow for social distancing, and
4 food areas, showers, sleeping facilities, if
5 needed; proactively cleaning and staging shifts in
6 the staging area to keep teams separated as they
7 are shifting through food lines and all. All meals
8 need to be individually packaged to eliminate
9 multi-touch items.

10 Gulf continues to be actively working with the
11 SEE and others to make sure we incorporate the
12 industry guidelines to ensure that crews, both our
13 teams and others, know what to expect and have a
14 consistent and safe environment.

15 So these are just a few of the many items that
16 will present challenges this year as we have to
17 rethink how we will respond to a major event on our
18 system and get our customers' electric service
19 restored as quickly and safely as possible.

20 That concludes my presentation today. I will
21 take questions. Thank you.

22 CHAIRMAN CLARK: All right. Thank you, Mr.
23 Talley.

24 Commissioners, any questions?

25 Commissioner Brown.

1 COMMISSIONER BROWN: Thank you.

2 Thank you for your presentation.

3 I have a question on slide eight. You talk
4 about having a biannual meeting with 30 parties --
5 third-party attachers and joint use partners. So
6 that's kind of been an ongoing issue for us post
7 hurricane season. I'm just curious about the
8 status of those interactions and how you are
9 planning on addressing any issues that arise from
10 those third-party attachers.

11 MR. TALLEY: Yeah, so, you know, we -- we have
12 historically really worked on our relationship with
13 those attachers, and these biannual meetings have
14 really helped with that, to understand their
15 issues. They understand our needs, especially
16 around storm hardening, where we have got major
17 work going on and making sure they are engaged
18 early in that process, and so --

19 COMMISSIONER BROWN: Do they contribute to --
20 I'm sorry. Do they contribute to the storm
21 hardening on your pole?

22 MR. TALLEY: What do you mean contribute? I
23 am sorry.

24 COMMISSIONER BROWN: Monetary or in any --
25 another form.

1 MR. TALLEY: No. No. They -- we typically --
2 we let them know where the projects are because
3 they will have to move their facilities from the
4 old poles to those storm hardened poles, and also
5 that communication is mainly around that process.
6 And in some cases, they are the pole owners, and
7 they have to set the poles that we request.

8 COMMISSIONER BROWN: Are you aware of any of
9 these third parties hardening their poles -- their
10 own poles that you potentially attach to on their
11 own?

12 MR. TALLEY: I am not aware it.

13 COMMISSIONER BROWN: So the Commission had a
14 meeting with these third parties, some telecom
15 companies last summer and utilities, and the hope
16 was the continued dialogue, so that there is --
17 during a hurricane or another catastrophic event,
18 that there will be a collaborative relationship
19 among third parties. And I just want to make sure
20 that -- you know, it sounds like Gulf Power is
21 doing everything to facilitate that with their --
22 their own third-party attachers, but continuing
23 those communications with -- with the various
24 telecom companies out there is beneficial.

25 MR. TALLEY: I agree. It's -- you know,

1 it's -- we've kind of moved in different
2 directions, and -- and we kind of have to push that
3 one down the road, but at least in our area, they
4 have been very responsive.

5 We have specific people that, even during
6 Michael, were on the ground there facilitating that
7 communications, where we had -- where we saw things
8 they needed to work on, or where we were fixing
9 things for them trying to keep that line of
10 communication very open and transparent between
11 them.

12 COMMISSIONER BROWN: Thank you. Appreciate
13 it.

14 CHAIRMAN CLARK: Thank you, Commissioner
15 Brown.

16 Other Commissioners, any questions?
17 Commissioner Polmann.

18 COMMISSIONER POLMANN: Thank you, Mr.
19 Chairman.

20 On that same page, sir, you mentioned the
21 Right Tree, Right Place, and that is an item that
22 we've discussed at the Commission in the past
23 several times.

24 Do you believe there has been any -- any
25 progress with the local governments in -- in regard

1 to the easements, the rights-of-ways and such that
2 you may have facilities in on any coordination
3 or -- or consistency on how the public
4 rights-of-ways are -- are being managed to the
5 benefit of -- of placement of your -- of your
6 facilities and keeping those trees out, or do you
7 not have that issue?

8 MR. TALLEY: No. I -- I think everybody has
9 that. I think the issue, though -- I think the
10 word that caught me was consistency, and there --
11 there is not a lot of consistency.

12 And, you know, trees are -- is a very tough
13 subject. And for Gulf, one of the things we have
14 been doing as part of our storm hardening is trying
15 to purchase additional easements for the trimming
16 rights to -- because a lot of times we get pushed
17 to the edge of the right-of-ways with road
18 widening, and it's very tough to maintain those
19 clearances that you need for reliable service.

20 So we are doing a lot of things there, but I
21 will say the cities, they get it. They understand
22 it. We have had some good conversations with them,
23 and I think there has been some movement in the
24 right direction there around partnering together
25 and making sure that, you know, we don't want to

1 impact beautification stuff, and they don't want to
2 impact reliability. And I think we continue to
3 partner very well with them and move in the right
4 direction.

5 CHAIRMAN CLARK: All right. Thank you.
6 Any other questions from Commissioners?
7 Commissioner Polmann.

8 COMMISSIONER POLMANN: No, that's all I had,
9 Mr. Chairman. Thank you very much.

10 CHAIRMAN CLARK: Thank you.

11 All right. If there are no further questions,
12 any member of the staff have any questions?

13 All right. Thank you --

14 MS. BUYS: No questions.

15 CHAIRMAN CLARK: Did she say no questions?
16 Okay.

17 MR. TALLEY: Thank you, Chairman Clark.

18 CHAIRMAN CLARK: All right. Thank you, Mr.
19 Talley. We appreciate you being with us today.

20 All right. Next up Florida Public Utilities,
21 Mr. Jorge Puentes.

22 Mr. Puentes, are you available?

23 MR. PUENTES: Yes, sir, I am available. Can
24 you hear me?

25 CHAIRMAN CLARK: Yes, sir, we can hear you.

1 MR. PUENTES: And you can see me, too, right?

2 CHAIRMAN CLARK: I am sorry, speak up.

3 MR. PUENTES: All right. Well, good
4 afternoon -- I am sorry?

5 CHAIRMAN CLARK: Can you speak up just a
6 little bit? You are a little bit muffled.

7 MR. PUENTES: Okay. How about that?

8 CHAIRMAN CLARK: A little better.

9 MR. PUENTES: Is that --

10 CHAIRMAN CLARK: Can everyone else hear him
11 okay?

12 UNIDENTIFIED SPEAKER: He could speak up just
13 a little bit.

14 CHAIRMAN CLARK: Speak up just a little more,
15 if you would.

16 MR. PUENTES: Okay. One, two, three, can you
17 hear me better?

18 CHAIRMAN CLARK: Yes, sir, we can hear you.
19 Go ahead.

20 MR. PUENTES: Okay. Thank you.

21 Thank you. Good afternoon, everyone. My name
22 is Jorge Puentes. Most people call me George, but
23 I respond to both, and that's quite fine. I am the
24 Manager of Technical Engineering at Florida Public
25 Utilities.

1 Next slide, please.

2 As most of you know, Florida Public Utilities
3 is one of the smallest investor-owned utilities in
4 Florida. Most of our territory is gas and natural
5 propane related, but we have two electric
6 divisions, one on the northeast corner of -- in
7 Amelia Island and the other one in Marianna. We
8 have over 28,000 customers with 15.8 miles of
9 transmission lines, and about 905 miles of
10 distribution.

11 Next slide, please.

12 In the next couple of slides, I will provide
13 you with an overview of our restoration preparation
14 and activation processes.

15 Next slide, please.

16 At FPU, we have the culture of preparedness
17 where we have safety as the first concern. As we
18 were planning for this storm season, we also have
19 to deal with the COVID-19 epidemic, and led us to
20 create some pandemic procedures, which has made us
21 look at things totally different.

22 I believe Paul Talley was talking about people
23 getting in an elevator, and now it's going to take
24 longer for them to go up. And it -- it's such a
25 minor thing, because now you can't jam everybody in

1 an elevator like we used to do.

2 So there is many things that in practice, the
3 additional PPE, protective protection equipment
4 that we have to have; certain ways we deal with the
5 customers; the mutual aid implications that all our
6 colleagues have been talking about.

7 For example, what would you do if you are
8 bringing new crews that are coming over? We are
9 thinking of using onboarding videos to avoid
10 meetings. Also using one person per room. Things
11 like that that we never had to consider before just
12 makes it more challenging for preparing for the
13 2020 storm season.

14 But as a company, we globally plan and have a
15 tabletop exercise, or as a matter of fact,
16 tomorrow, May 20th, would have our major exercise.
17 But individually, in smaller groups, we have been
18 dealing with and focusing on lessons learned from
19 the Hurricane Michael. As you recall Hurricane
20 Michael nearly destroyed all of our territory in
21 the northwest region in 2018. So we have taken
22 several lessons from that hurricane and applied it
23 to the procedures that we are implementing this
24 year.

25 So and among some of those procedures, we have

1 issued logistics procedures that we feel are going
2 to be helpful in 0in planning.

3 Next slide, please.

4 As we continue to prepare for the storm, we
5 have ensured that brochures and websites and
6 information are available for billing inserts and
7 any public announcement to ensure that our
8 procedures and storm communication plans are in
9 progress. One of the key things that we have to
10 consider is staging, especially for the island.

11 In the island, we have to -- sometimes are
12 asked to he evacuate. And if we are asked to
13 evacuate, then that makes it very difficult trying
14 to secure the staging area. So we -- we --
15 depending on the storm path, we have to make sure
16 that we acquire the right staging locations.

17 We -- also storm assignments and IT and
18 operations and customer care. And also, we engage
19 with contractors who have signed restoration
20 agreements with us to ensure that they are there
21 when we need them.

22 Next slide, please.

23 As we continue to prepare, we ensure that all
24 the material, supplies are in order. Most of our
25 staff are in the right level. And we like to also

1 have very strong coordination with our cities, our
2 counties and local EOCs. We provide individuals
3 that man those locations during hurricanes, and we
4 have developed a very good working procedure with
5 them.

6 We also like to participate at many of the
7 Southeastern Exchange meetings in mutual
8 assistance, as well as the various municipalities,
9 and including the Edison Electric Institute storm
10 drill.

11 Next slide, please.

12 Once our storm process is activated, we begin
13 storm watch, watching depending to see what --
14 trying to predict and follow where the path is
15 going.

16 During this -- during this time, we again
17 review assignments, make sure that meals, hotels
18 and outside vendors are all confirmed, fuel
19 inventory is checked, and that all equipment is
20 ready.

21 Once the storm is activated and we are storm
22 warning type of timeframe, we secure our building,
23 our facilities. We stay in contact with our EOCs
24 and other partners, and we also encourage our
25 employees to go and take care of their storm plans

1 for themselves. And once we are getting close to
2 that, we also -- close to the hurricane impacting,
3 we redeploy our co-center resources.

4 Next slide, please.

5 Once the hurricane has impacted the area and
6 we begin restoration, we use our SCADA system,
7 and -- to organize and prioritize the physical
8 locations of where we are going to begin the -- the
9 damage assessment. We have all our teams work with
10 other crew leaders. And if we have a special
11 report from other companies, we ensure that they
12 are properly coordinated. Three crews, for
13 example, are sent ahead of time to remove debris so
14 that we can have clear areas for the line crews
15 that can begin working.

16 And the priority that we restore the system is
17 we begin restoring generation. Then after that,
18 the transmission line substations, and then the
19 distribution feeders. Of course, we continue to
20 have in our mind the priority level, the hospitals,
21 police, fire, EOC, and all the shelters for elderly
22 care, work utility source, and then of course,
23 food, retailers and restaurants.

24 Next slide, please.

25 In terms of the communication during and after

1 the storm, we at FPU provide a 72-, 48-hour and 12
2 increment update, and we do this in various ways,
3 by providing IVR message, email blasts, social
4 media posts and public service announcements.

5 Next slide, please.

6 In terms of our digital communications, we
7 have received positive feedback because all of our
8 information comes into one page, and there we
9 have -- from there, they can group the go-to other
10 locations where they are able to see the current
11 areas that are being impacted by outages, how much
12 outages are currently in that area. And also we
13 tell them our estimated time of restoration. And
14 all of this is in that one page landing, and we
15 have received, again, very positive feedback.

16 Next slide, please.

17 In terms of -- as we discuss our vegetation
18 management, I can report that we have visually
19 inspected all our distribution feeders. Our
20 vegetation management is a three-year trim cycle
21 for feeders and a six-year cycle for distribution
22 feeders -- laterals, I mean. I am sorry. And
23 up-to-date, we have done four total cycles of the
24 three-year trimming for the feeders, and for the
25 distribution, we have done two cycles -- two

1 six-year cycles.

2 In 2019, we trimmed 45 -- about 46 miles of
3 distribution feeders, and trimmed 70 -- about
4 77 miles of laterals.

5 We also do hot -- hotspot trimming around our
6 distribution lines and laterals, and so that --
7 those figures are included in those numbers that I
8 just provided to you.

9 Next slide, please.

10 In terms of our wood pole inspections, we have
11 an eight-year cycle. We have done, since the
12 inception of the program, 1.5 cycles. The
13 transmission and the distribution inspections are
14 also included in those cycles.

15 And from the beginning of the eight-year
16 cycle, we have inspected 13,000 -- almost 14,000
17 poles. And if you recall, during 2018, Hurricane
18 Michael impacted us, so -- so devastatedly in
19 northwest that we weren't able to do the
20 inspections on the wood poles, so we moved that
21 inspection for 2019.

22 So in 2019, we performed 2018 and 2019
23 distribution inspections. We inspected a total of
24 7,415 poles. And out of those, 522 did not pass
25 inspection, and we were able to replace 42 poles in

1 2019.

2 Next slide, please.

3 In terms of the lessons -- suggested
4 improvements and lessons learned, as -- as we did
5 last year when we learned so many lessons from
6 Hurricane Michael, we -- we brought -- we still
7 believe that some of the good things that we are
8 doing is to continue to invest in all storm
9 hardening initiatives, which have proven to be very
10 useful for all of our utilities; continue to invest
11 in technology that advances hurricane prediction
12 and improve our OMS, GIS, IVR technology.

13 One thing that we are looking is we are
14 working with our vegetation contractor, and we are
15 trying to analyze which cycle would be better for
16 our territory, and we might implement a different
17 cycle in the future.

18 We've worked -- another lesson learned is to
19 work closely with customers to avoid putting debris
20 on top of pad-mounted transformers, which --
21 because otherwise they get taken away in the debris
22 collection after the storm.

23 We also want to continue to improve our
24 internal resource allocation, as well as securing
25 mutual aid resources, and continue to enhance

1 communication. You can never have enough
2 communication with our local EOCs and customers.

3 At this time I will -- next slide, please -- I
4 will offer anyone to see if they have any
5 questions.

6 CHAIRMAN CLARK: All right. Questions for
7 Mr. Puentes? Anyone?

8 Commissioner Polmann.

9 COMMISSIONER POLMANN: Thank you, Mr.
10 Chairman.

11 Mr. Puentes, I appreciate your presentation.
12 Thank you for being with us today.

13 MR. PUENTES: Thank you, sir.

14 COMMISSIONER POLMANN: I see you -- you have
15 service in well over half of the counties in
16 Florida and -- and service essentially in every
17 region of the state across many -- many different
18 parts, certainly many -- many different -- I would
19 say the geographic spectrum, the vegetation
20 spectrum and even cultural, if you will.

21 So in your lessons learned, and so forth, and
22 in -- and in your standard practices, if you will,
23 I think you are probably unique among the utilities
24 perhaps, typically as a smaller utility.

25 What do you -- what do you see, or what have

1 you learned in terms of how you deal with the
2 different characteristics?

3 I know you are trying to be uniform. You are
4 trying to be consistent in the -- in the sense of
5 being very efficient, but are you particularly
6 challenged with having to do things very
7 differently in different areas? What can you tell
8 us?

9 MR. PUENTES: Yes.

10 And, Commissioner Polmann, as you said, our
11 territory is -- is -- is vast in -- in Florida, but
12 it's mostly related to natural gas and propane. So
13 our electric divisions are separated by 250 miles,
14 one being in Marianna and one being in -- in -- on
15 the island in Fernandina Beach.

16 What we have found is that working with the
17 local government is very useful because trees are
18 always a challenge. Customers are very picky about
19 their trees. They don't want their vegetation to
20 be touched. However, they do want to have the
21 electricity available. So it's a balancing act
22 that we work constantly with.

23 For example, what we have opted to do is form
24 a solid relationship with the local government so
25 that the local government and we, together, can go

1 and talk to, for example, a specific customer that
2 does not want their trees to be touched, and that
3 is affecting other customers down the line. That
4 has worked for us. So we have use a different
5 approach where, if needed.

6 Now, if we go to the northwest side, which is
7 more like a rural utility, almost like a co-op,
8 there the approach is a little bit different.
9 Folks are not as worried on the trees. They give
10 us a little bit more flexibility, and -- but we do
11 work with the local government to help us out. So
12 it's a challenge.

13 I hope I answered your question.

14 COMMISSIONER POLMANN: Yes, absolutely. And I
15 thoroughly familiar with the damage down the line,
16 so to speak, because in my neighborhood I have all
17 underground electric power, so in Hurricane Irma,
18 for example, we had no damage to our electric
19 service facilities, but I was out of power for six
20 days because there was damage on the main road, you
21 know, three or four blocks from my house, and the
22 damage all along that road, and it took them many
23 days to restore the circuits that fed into my
24 community even though I had no damage in my
25 community.

1 MR. PUENTES: Yes.

2 COMMISSIONER POLMANN: So someplace else where
3 there is damage certainly affects communities. So
4 I understand what you are saying, is the people --
5 people that are concerned about their trees, for
6 example, they may get damage to their trees --
7 there as line in their trees because their trees
8 could be affecting many other communities, so they
9 don't -- they -- you need to do the best you can,
10 and so I appreciate the -- the challenges that you
11 have.

12 Thank -- thank you very much.

13 MR. PUENTES: Thank you, sir.

14 CHAIRMAN CLARK: Commissioner Fay.

15 COMMISSIONER FAY: Thank you, Mr. Chairman.

16 Just a quick question. You mentioned the --
17 the debris near the -- the transformers. That was
18 something I wasn't aware of, but it makes sense if
19 the debris is placed near or on top of an
20 underground component, it could -- it could be
21 damaged. What -- what are you doing to inform
22 customers, or to ensure that that doesn't happen?

23 MR. PUENTES: Commissioner Fay, where we do it
24 to try to establish communication with the folks
25 that are collecting the debris, also we have work

1 with those contractors and also try to work with
2 the government and informing that.

3 But -- but it's a challenge because depending
4 on the -- on the storm, you -- you have to be
5 careful of where you put the debris, but sometimes
6 there is no other location, especially we saw that
7 in Marianna, when the whole area was devastated.
8 There was trees and debris all over the place. And
9 we try to work with them as much as we can.

10 COMMISSIONER FAY: Great. And just one more,
11 Mr. Chairman.

12 It looks like for your -- your pre-storm
13 communication, you have a number of different
14 mechanisms, but from what I can see on there, I
15 think you have -- I think you have got email, which
16 is referred to e-blast on there, but then it
17 doesn't look like you have text messaging. Is
18 there any reason you don't use that form of
19 communication? Or maybe you do and it's just not
20 on there.

21 MR. PUENTES: Text messaging is -- is not
22 usually something that we have used. However, some
23 customers do ask us, when they call in, to send
24 them a reply via text because they are driving, or
25 something, or they just prefer not to receive a

1 call. We -- we try to address what the customers
2 would like to have.

3 COMMISSIONER FAY: Okay.

4 MR. PUENTES: But email, text -- texting --
5 texting is not exactly something that we do on a
6 regular basis.

7 COMMISSIONER FAY: Okay. Thank you.

8 CHAIRMAN CLARK: Thank you, Commissioner Fay.

9 Mr. Puentes, I have just a couple of questions
10 and observations as well.

11 I notice in -- in your reporting in your
12 vegetation management, your trim cycles, I believe
13 you are using a four-year, six-year rotation, four
14 years on feeders and six years on laterals if I
15 remember right. And I realize that's a system-wide
16 approach from your perspective. What works in
17 Fernandina probably may not be an applicable
18 situation for Jackson County. Have you considered
19 shorter trim cycles for the more rural areas?

20 MR. PUENTES: Yes, we are -- we are working on
21 that, Commissioner. I mean, it is something that
22 we are trying to balance out. And I think for the
23 condensed populated area, it will require maybe a
24 different cycle than it will require for the rural
25 area.

1 And in the future, we will come up with a
2 proposed cycle that would be provided to you in the
3 storm hardening plan, and of course, your staff and
4 everyone will have to review and approve.

5 CHAIRMAN CLARK: And my final -- thank you.
6 Great.

7 My final question relates to ETR. One of the
8 biggest probably obstacles we faced during
9 Hurricane Michael was the ability to accurately
10 estimate response time to outage -- recovery time
11 for outages, and Gulf Power did a really good job
12 of addressing that situation, and what their plan
13 was, how they were going forward.

14 What specifically is FPU doing going forward
15 to address meeting that customer expectation and
16 projecting ERT in an accurate manner?

17 MR. PUENTES: We -- we have released to the
18 linemen a lineman's app that is able to have the
19 linemen provide the feedback from the field, and
20 they are able to say when they are out at the
21 outage, when they are looking at the situation
22 right there, they are able to give us a better --
23 better way to communicate with us in feedback in
24 saying, this repair will last two hours, three
25 hours or four hours, or, no, this is one or two

1 days because this line has been brought down by a
2 whole bunch of trees.

3 So it -- it -- it has helped us, and I think
4 that that release of that lineman app to the
5 linemen is going to provide us more accurate ETRs
6 as we move forward. It's not perfect, but it will
7 help us improve it as we go forward.

8 CHAIRMAN CLARK: Great. Great. Thank you
9 very much.

10 Any other questions for Mr. Puentes?

11 All right. Thank you for joining us today.
12 We appreciate it.

13 MR. PUENTES: Thank you so much.

14 CHAIRMAN CLARK: All right. Next up, Gulf
15 Coast Electric, Mr. Francis Hinson.

16 Mr. Hinson, are you on the line?

17 MR. HINSON: Yes, sir. I am on the line.

18 CHAIRMAN CLARK: All right. You are
19 recognized.

20 MR. HINSON: All right. Good afternoon,
21 Chairman Clark and Commissioners. I am Francis
22 Hinson with Gulf Coast Electric Coop. I am the
23 Chief Operating Officer. And not only am I
24 representing Gulf Coast Electric today, I am also
25 representing the 16 other coops across the state of

1 Florida.

2 Gulf Coast Electric makes up about 16,500
3 members, and we have about 2,600 miles of overhead
4 distribution line.

5 So let's go to our next slide, please.

6 The storm preparation and restoration process,
7 we have a mutual aid agreements that are
8 coordinated through FECA, and it works really well
9 as they are able to assist Gulf Coast, as well as
10 other coops across the state of Florida, in making
11 sure that we don't overlap with bringing in way too
12 many supplies or way too many vendors that may not
13 be able to -- we won't be able to sustain.

14 The potential roadway congestion was also
15 coordinated through FECA through the FHP, and we --
16 we realized during Hurricane Michael how important
17 that was in the beginning process that all phone
18 lines, red lights, any communications whatsoever
19 was gone.

20 So the way that Gulf Coast was able to come
21 out of that was PowerSouth, our GMT, they was able
22 to fly down with helicopters some satphones and
23 different things to help us be able to communicate
24 through FECA and through our other distribution
25 coops.

1 The fuel availability was also FECA
2 coordinated. And it was done through Seminole and
3 Foster Fuels. And since that time, we have taken
4 steps of contacting these certain vendors and going
5 ahead and getting agreements put in that is
6 recognized by FEMA and the -- that they are able to
7 review to make sure that we are on the same page.

8 The lodging, that was another thing that
9 Hurricane Michael taught us was that no matter how
10 well-planned you are and how many crews you have
11 staged in an area, when a storm of this magnitude
12 comes in and destroys the hotel that you was
13 relying on, it changed the whole dynamics of the
14 way you respond. Therefore, we already had a
15 contract in place with Storm Services, and they was
16 able to come in and provide tents, housing, food to
17 keep us going.

18 And I will touch some more on that on the
19 Corona situation presented us, and how we are going
20 to reach with that.

21 Next slide, please.

22 The communication and outreach is done, of
23 course, through Facebook and other websites that we
24 have that is offered. And even a catastrophic
25 emergency like we did experience, we actually had

1 other coops that stepped in and helped manage these
2 pages to free up our employees.

3 And in a small setting like Gulf Coast
4 Electric, you have basically 84 employees, and we
5 serve six counties. So it -- it brings a little
6 bit of stress trying to make sure that we get
7 everybody covered.

8 The staffing assignments with the EOC, we was
9 able to meet those and meet along with EOC, but we
10 also utilized other coops across the state of
11 Florida who was able to step in and put people in
12 place in the EOC so that we could stay in constant
13 contact with them as well.

14 The Florida Current monthly magazine, that
15 runs articles regularly about what we see and how
16 can be prepared for a storm.

17 Next slide, please.

18 For vegetation management, we actually run on
19 a five-year rotation, which we cut that down some,
20 after the Hurricane Michael, we cut more than a
21 thousand miles of the line this year -- in 2019, I
22 am sorry. And now we are actually going back
23 through the whole system and cutting all the major
24 trees and dead trees that was left due to the storm
25 that are still dying continually every day.

1 The -- we took a very aggressive right-of-way
2 management program to where we actually reclaimed
3 every bit of the right-of-way. If it's 15-foot
4 right-of-way, we went around the sky through the
5 whole system.

6 Next slide, please.

7 Our pole inspections done on a eight-year
8 cycle. We are -- as you can see, in 2019, we did
9 23,798 poles. 110 were replaced. More than 3,000
10 poles were replaced as a result of Hurricane
11 Michael 18, and additional 63 in 2019 that was also
12 damage that we found when we went back and did a
13 full inspection.

14 Next slide, please.

15 Lessons learned. Third-party agreement, any
16 time that you run into a -- a catastrophic storm
17 like this, we learned that it's better to have all
18 our written documents in place and that we have
19 reached out with our -- the vendors and the
20 contractors that are actually going to come in here
21 and work, and we already have agreements signed and
22 in place that are approved by our attorneys.

23 We also in the plan have implemented new
24 towers in the Southport and in our Wewahitchka area
25 office that, in the event of another storm, that we

1 will be able to communicate between each office.

2 And that's all I have. It's kind of short but
3 to the point. I will entertain any questions.

4 CHAIRMAN CLARK: Thank you, Mr. Hinson.

5 Commissioners, any questions?

6 Commissioner Polmann.

7 COMMISSIONER POLMANN: Thank you, Mr.

8 Chairman. Hopefully you won't be too disturbed by
9 my background noise here.

10 I -- I am impressed by your reclaiming the
11 entire right-of-way for the whole system. I wish
12 every utility had that opportunity.

13 Is there a particular characteristic in your
14 service area, were you able to go ground to sky
15 throughout the whole thing by simply just
16 characteristic of -- of being in a rural area
17 where -- where folks understand what you are trying
18 to do and need to do?

19 MR. HINSON: We did a very aggressive approach
20 that we went to each individual house before we
21 took the first tree once we started this program
22 and we explained to them what we was trying to
23 accomplish, and we was met by very little
24 resistance.

25 And once you establish a -- a -- a guideline,

1 then you can't say that your neighbor was treated
2 different than you were, and everybody falls in
3 line and they start understanding. And now
4 everybody is very appreciative of the approach that
5 we had taken.

6 COMMISSIONER POLMANN: Yeah, that -- that
7 makes sense. Once they understand and -- and folks
8 start to get onboard, then it's easy -- it provides
9 consistency, and it provides security that there
10 will be the least amount of damage because of -- of
11 trees being left in the right-of-way. When it's
12 all clear, then you have the best circumstance. So
13 that makes a lot of sense.

14 Thank you.

15 MR. HINSON: Yes, sir.

16 CHAIRMAN CLARK: Thank you, Commissioner
17 Polmann.

18 Any other Commissioners have any questions?

19 Mr. Hinson, could you address the estimated
20 response time? It's the same question I asked to
21 Gulf and to FPU. What is Gulf Coast and what are
22 the coops doing to help improve the estimated
23 response time, the ability to notify and
24 communicate with customers about when and how power
25 is going to be restored?

1 MR. HINSON: The biggest challenge we faced
2 this last time was the lack of communication. And
3 even though we had several communication devices as
4 far as AT&T, Verizon, and also the satphones --
5 which we learned satphones does not always work
6 in -- in our certain areas as -- and also over at
7 Tyndall Air Force Base revealed. So that was -- it
8 was not very useful out there as well.

9 But what we actually did is we brought in a
10 lot of our retirees that was able to come in and
11 work, and we put them as birddogs that was going
12 around ahead of all our crews and figuring out
13 exactly what we had, because 99 percent of those
14 were retired linemen, and they was able to come
15 back, and that way it gave us a very good
16 understanding.

17 In the very beginning of Hurricane Michael,
18 when it first started, the aftermath, when I got in
19 the helicopter itself -- which PowerSouth supplies
20 us the helicopter at a needed basis -- it was hard
21 to -- to figure out exactly what the ETA would be.

22 But we -- we looked back, and we figure about
23 20 days, 21 days. And when it was all said and
24 done, 21 days, we had 100 percent of those that was
25 available to receive power back on.

1 The biggest challenge you face is the people
2 that are not able to be reached on Facebook, and
3 that's the only source of communication, then you
4 have people that starts coming to your offices, and
5 you have to have security to try to keep the crowds
6 back, because that is -- I noticed Mr. Polmann said
7 he was without power for a week. But when you are
8 out for 21 days, you are not as nice as you will be
9 in a week.

10 CHAIRMAN CLARK: Great. All right. Thank you
11 very much, Mr. Hinson.

12 Any other questions from any staff members?

13 All right. Thank you --

14 MS. BUYS: I do have a question.

15 CHAIRMAN CLARK: Okay. Thank you very much.

16 All right, next -- oh, I am sorry, did you
17 have a question, Sam?

18 MS. BUYS: Yeah, this is Penelope Buys with
19 staff.

20 CHAIRMAN CLARK: I am sorry, Penelope. Go
21 ahead.

22 MS. BUYS: All right. The part of vegetation
23 management, the five-year rotation, does that
24 include both the feeders and the laterals?

25 MR. HINSON: Yes, ma'am.

1 MS. BUYS: Okay. Do you have a
2 transmission --

3 (Multiple speakers.)

4 MR. HINSON: We don't have any transmission,
5 but we put 100 percent of our system --

6 CHAIRMAN CLARK: Go ahead, Penelope.

7 MS. BUYS: Okay. That was the only questions.
8 Thank you.

9 CHAIRMAN CLARK: Thank you very much.
10 Any other questions?

11 All right. Thank you, Mr. Hinson.

12 All right. Next up Mr. Joseph Bunch, New
13 Smyrna Beach Utilities Commission.

14 Mr. Bunch, can you hear us?

15 MR. BUNCH: Yes, I can.

16 CHAIRMAN CLARK: You are recognized.

17 MR. BUNCH: Okay. Good afternoon, everybody.

18 I am Joe Bunch, General Manager and CEO of the
19 Utilities Commission of New Smyrna Beach.

20 And similar to my -- the prior gentleman,
21 Mr. Hinson, who represented the coops, I have been
22 asked to represent the municipal electric
23 organizations this year.

24 So if you would, please, flip to the next
25 slide.

1 Just a real quick overview of what we will be
2 covering, a little background of my organization.
3 What we do for hurricane preparedness, talking
4 about the differences between Hurricane Dorian last
5 year and Matthew in 2016; our incident response,
6 lessons learned, summary and then a little bit of
7 discussion around the Coronavirus.

8 Next slide, please.

9 Okay. So New Smyrna Beach is one of 34
10 municipal electric utilities in the state. And
11 similar to municipals, like JEA and Orlando
12 Utilities Commission, we actually have a separate
13 commission or board, separate budget. And although
14 we are tied to the city, we have a bit of
15 separation between us and those that are city
16 departments.

17 We have 29,000 electric customers, 23,000
18 water customers, and our electric system peak is
19 109 megawatts.

20 Our service territory is condensed, it's about
21 72 square miles. We have 230 miles of overhead
22 distribution, 21 miles of transmission lines, and
23 on that transmission system we tie to both Duke
24 and FPL transmission systems -- (inaudible) -- to.

25 The opening of the meeting, one of the

1 gentlemen, it could have been the Chairman or
2 another Commissioner, said that Florida does a good
3 job of preparing for the hurricanes. I want to
4 echo those sentiments.

5 I joined the Utilities Commission at the very
6 end of 2018. I spent 30 years in Exelon Utilities,
7 with 25 years of that in gas and electric. And I
8 will tell you, the gentleman did a really good job
9 of covering their plans.

10 And also for a period of at least 20 years, we
11 used a consultant who was from Florida, and a
12 consultant consulted with a number of utilities on
13 the line, so I will tell you, their plans are very
14 good.

15 The reason FMEA asked us to present this year
16 was New Smyrna Beach was probably closest to
17 Hurricane Dorian as it passed our Atlantic Coast
18 last year. Fortunately it didn't impact us
19 seriously, but we did a lot to prepare.

20 So if you could split two slides out and we
21 will slip right by the federal slide for the total
22 slide next section. It should be hurricane
23 preparedness.

24 UNIDENTIFIED SPEAKER: Next slide.

25 MR. BUNCH: Okay. The next slide, please.

1 Okay. So some similar to the others,
2 seasonally, our transmission distribution
3 organization, the director and all his staff
4 verifies the we have got adequate storm stock to
5 take on storms as well as keep the business going,
6 tools, equipment, supplies, PPE, food, things like
7 military style meals what they eat, that for a
8 period of time we could supply overhead crews, or
9 in the event of something like the Coronavirus, we
10 could staff a facility in place of the event.

11 We've also got contractual agreements with
12 some local restaurants for meals, and making it
13 through those events. So we also have contractual
14 fuel delivery plans in place.

15 In terms of our pole inspection and
16 replacement program. We've got a eight-year
17 inspection cycle. So in terms of 2019, last year
18 we inspected 1,500 poles, or about an eighth of the
19 system. We've only got about 12,000 poles. Last
20 year also replaced 209 poles, and there are
21 approximately 600 poles right now meeting what we
22 call reject status from last year's prior
23 inspection.

24 In 2019 and '20, we made the corrective
25 replacements and remediation a priority. And that

1 will continue into next year. What we would like
2 to see from a steady state -- standpoint, rather --
3 is being able to replace our priority rejects
4 within one year, and non-priority poles within two
5 years. It's going to take us at least to the end
6 of next year, possibly into '22 to get there.

7 And again, similar to other utility peers, we
8 do vegetation management, have a program. We
9 are -- this year is a transition year for us.
10 Historically, we have done targeted trimming and
11 also hotspot trimming. We are transitioning this
12 year, and just about ready to issue the RFP to a
13 mileage base on the outset of a three-year cycle
14 trimming for the distribution system. We will
15 revisit the frequency later on, and that will
16 include budget for the per mile trimming as well as
17 some hotspot trimming as needed to address
18 localized customer reliability needs.

19 And then lastly, as part of a grid
20 modernization effort, we are updating our feeders,
21 adding additional sectionalizing devices. Last
22 year we put about 40 trip savers on the system,
23 which augmented the recloser sectionalizes that we
24 had. And then the next three years, we are
25 working -- in the next three years, we plan to

1 implement a system-wide reliability improvement
2 program that achieves sectionalizing targets on our
3 distribution feeders to minimize the number of
4 customers impacted by any particular outage, and
5 particularly on our -- each area and the main roads
6 coming into our community, we are going to look at
7 selective undergrounding opportunity. We haven't
8 defined exactly what those standards are going to
9 be yet, but we are working with a consultant who
10 will be developing some new protocols for us for
11 the next six months as we enter efforts to do more
12 selective undergrounding and hardening.

13 Okay, next slide, please.

14 Okay. In terms of hurricane event
15 preparedness, we have a storm playbook that was
16 developed, and it's utilized here as incident
17 planning and response.

18 We do have a storm center that's housed --
19 collocated with our electric ops center, and that's
20 what we are going to do, and have done this last
21 year, a centralized storm response and management.

22 Previously, it was managed mainly by our field
23 T&D organization. We segmented those roles,
24 similar to what I am sure our peers are doing,
25 where you have incident command managing the

1 planning response to the event, customer
2 communications, and then on the field side, mainly
3 focused on executing restoration plans and a
4 safe -- in a safe manner.

5 Next slide, please.

6 So as I mentioned, at one point Hurricane
7 Dorian was projected to, if not hit us, at least we
8 were in the cone -- path of the cone, and it would
9 have been a significant impact storm, much like
10 some of the others -- other peers were talking
11 about, and how Michael impacted the Florida coast a
12 few years ago.

13 So about a week before we kicked off the storm
14 leadership planning effort, and the folks that were
15 key players began meeting and talking daily,
16 beginning to develop plans and implementing the
17 playbook. And then as we marched toward the
18 T-minus 0 curve, we refined the plans and response
19 to the event.

20 So we also set expectations for all staff. So
21 this became an all-hands-on-deck event. As I
22 mentioned previously, in prior hurricanes, our
23 field T&D organization more or less beared the
24 brunt for all the planning and restoration, and we
25 brought much more of the staff to support their

1 efforts this year in the logistics area and the
2 planning organizations, hotel plans, foods, we took
3 all of those elements off of their shoulders and
4 put them with the central planning organization.

5 We also work very closely with FMEA to obtain
6 mutual assistance resources. Again, considering
7 the size of our organization, we aren't large, but
8 we had 100 or so mutual assistance resources that
9 were obtained through FMEA, and we -- we staged
10 them in an area adjacent to the New Smyrna Beach
11 airport.

12 So as I listened to FPL, they are moving more
13 of a micro staging area approach, and I was
14 previously involved in one where you have thousands
15 of people converging on staging areas. Ours is
16 more of a micro area, so 100 external resources,
17 whatever folks we would have locally supporting
18 them, those were at the staging area to -- to
19 support our response efforts.

20 Next slide, please.

21 Pre-storm communication. So we actually,
22 about now, June 1 or so, with postings, our
23 website, Facebook, you name it, all the social
24 media locations, we start talking about storm
25 safety, wires down safety, where is our power

1 restoration process, generator safety.

2 So we want the public and our customers
3 thinking and being prepared at their level to deal
4 with storms -- and we also worked with FMEA, FMP,
5 and other utilities last year prior to the storm --
6 Dorian, rather, Hurricane Dorian, and put together
7 a restoration process whiteboard video. So this
8 book generically about how restore power, the
9 priorities in which power will be restored.

10 And then lastly, once again, social media
11 posts were prepared and scheduled in advance to --
12 to complement, if you will, the march of the
13 hurricane as it was anticipated to occur.

14 We did that -- rather than trying to
15 develop -- (inaudible) -- we modified the messaging
16 to agree with things that occurred at a detail
17 level throughout the plan. But in general, a lot
18 of the messages were developed in advance and then
19 supplied as the storm went on.

20 Some of the examples of those postings, actual
21 examples are on the right-hand slide of that --
22 side of that slide, rather.

23 Okay, next slide, please.

24 So I just want to quickly contrast and compare
25 Dorian in 2019 and Matthew in 2016, moving to the

1 next slide.

2 For those that are -- for those -- for those
3 that are either familiar with hurricane
4 restoration, you don't make decisions on the
5 restoration the day that it's happening about how
6 you are going to approach it. So secure your
7 resources. Where do you deploy them in advance?
8 Where you house them? Those decisions are made
9 days in advance.

10 So we had all of our resources secured and
11 ready to go in place T-minus 72. So they weren't
12 all here that far in advance through FMEA, we had
13 all the folks secured and we were just awaiting the
14 approach and -- (inaudible) -- storm before we --
15 before the actual restoration.

16 However, the only difference between Matthew
17 and Dorian is right around T-minus 48 hours, is
18 Dorian, thank goodness, took a turn to the
19 northeast, and the difference of about 50 miles
20 made a huge difference on the severity of the
21 impact, Matthew being much more severe to us and
22 the rest of the central and northeast Florida
23 Atlantic Coast.

24 Next slide.

25 Okay. So slide 11, again, on the right-hand

1 side, you actually see how far those hurricane
2 paths were offshore. With New Smyrna Beach being
3 just south of Daytona Beach and a little north of
4 the Space Coast, Dorian passed 86 or so miles off
5 the coast. Matthew was closer to 38 or 35, if I
6 had to guess just by looking at it.

7 And again, that last T-minus 48 and 24 hour
8 shift to the northeast really spared us, as well as
9 the rest of the folks on the line from the Atlantic
10 Coast.

11 In terms of our response, if had you could go
12 to slide 13.

13 Okay. So September 3rd, that night we saw
14 peak of the winds 60 miles an hour, which is not a
15 lot by Gulf Coast or our Atlantic Coast
16 experiences, but with hurricanes, it was pretty
17 much a tropical storm event for us. Those winds
18 did stick around and cause outages over through the
19 rest of the -- that night and the following day.

20 So by 4:00 p.m., or 16:00 hours Wednesday,
21 about 50 percent of our customers had been impacted
22 by an outage. And fortunately we -- with resources
23 on hand, not seeing significant system damage, we
24 were able to restore 100 percent of the power
25 within 24 hours. In contrast to Matthew, where

1 that full system restoration was about a four-day
2 event.

3 Next slide, please.

4 Okay. So we -- when we got into the
5 restoration mode, we opened the storm center for
6 folks that didn't have training in advance. Some
7 of those actually were trained on-the-job for new
8 procedures from our storm book.

9 The incident command worked really well with
10 our -- with most of our key players in the same
11 building as our operational leadership.

12 We -- we did not get what I would call current
13 generation -- (inaudible) -- in place. We have
14 first generation advanced meter reading in place,
15 which is the once a month type reading. We are in
16 the middle of grid modernization and considering to
17 upgrading to AMI, which would be your ability to
18 ping meters, verify outages and restoration.

19 So that said, because we didn't have all those
20 things in place, we went above and beyond the
21 communication side. We leveraged our GIS system
22 data. We -- as outages were happening, we posted
23 that information on the website and on Facebook.
24 And as you can see in that top center example,
25 talking about an area that was out, why it was out,

1 and then we provided updates as the outages
2 occurred.

3 So while we didn't have right now, today, all
4 of those technologies in place, we did get a lot of
5 really good feedback from our customers on -- on
6 the outage updates, and then also letting them know
7 as restoration was anticipated and it occurred. So
8 it was really a positive event for our community in
9 terms of appreciating the information that our
10 folks provided.

11 Slide 16, please.

12 In terms of the event lessons learned, we
13 really feel like being prepared and coordinating
14 with out industry peers by way of FMEA was a really
15 big help to us. I will be honest with you, having
16 participated previously in the regional mutual
17 assistance organizations, those, because of the
18 size of the organizations and the number of
19 resources being requested are typically pretty
20 laborious multiple conference calls through FMEA,
21 because we are talking smaller groups and smaller
22 resources, they tend to occur quicker and easier,
23 and for us as an organization, that was a positive.

24 Another lesson learned for us in a stressful
25 event like a hurricane, you don't just have to

1 communicate with your customers. So employees and
2 stakeholders, you got to talk to them about where
3 they need to be, what time. As the event is
4 occurring, what we think to be the next steps both
5 for them, because their communication with families
6 is important, and often that have folks at home
7 holding up the house for them, performing a task
8 that they may have normally performed as well, a
9 dad, a partner, a relative.

10 Social media platforms we are looking at us
11 again in terms of a specific area outage
12 information and restorations. If we didn't do that
13 and we didn't have the ability to do it, there were
14 a lot more calls. So we think -- we think that
15 held back the number of calls.

16 And then something we did internally with our
17 employees was recognizing a lot of the folks beyond
18 the scenes -- behind the scenes rather, so while it
19 tends to be a linemen and operational event, and
20 those folks get kudos, we -- we took extra steps
21 internally with our employee communications folks
22 to make sure our customer could rest. And people
23 in operations, and people supporting things behind
24 the crews were -- were thanked to help employee
25 morale.

1 Okay, slide 18, please.

2 So in terms of our response in recovery,
3 hotel -- I am sorry, Hurricane Dorian, posed a
4 significant threat to the Florida east coastal
5 communities. While it crossed the Bahamas as a
6 Category 5 cyclone and extracted significant
7 devastation there, we -- we were much more
8 fortunate.

9 That said, the T-minus 48-hour path and threat
10 was virtually the same as Matthew, so our
11 preparation had to be similar. Mutual assistance
12 resources working through FMEA was key to being
13 ready. Having our storm playbook developed and
14 up-to-date and ready to roll with an incident
15 command structure and mutual resources in place was
16 key.

17 And again, extending beyond the normal field
18 side of effort coordinating the leadership of our
19 response and turning it into more of an
20 all-hands-on-deck event dramatically improved our
21 success with the community.

22 And finally, communications between social
23 media and website to help keep customers and the
24 community informed throughout the event was also
25 key for a successful outcome.

1 Next slide.

2 So as we pivot from 2019 and past hurricanes,
3 and my peer predecessor said it really well before
4 me, but COVID-19 does make things a little
5 different, and it's posing challenges that we
6 haven't really seen before. So as we speak, the
7 Florida business community is reopening
8 restaurants, supply chains for food, all of that is
9 changing, and while lodging isn't necessarily
10 anticipated to be a problem getting locally, all of
11 the things related to how do you make sure your --
12 your employees are safe and your -- your mutual
13 assistance crews are safe?

14 We are actually going to leverage some of --
15 of the communications I heard before this to
16 improve our prep in this area. We do anticipate
17 having to provide medical oriented PPE and testing
18 for our mutual aid crews. We have thought through
19 that.

20 Supplies, we have not had any communications
21 from our supply chain partners that there will be
22 an issue, but the last couple of months, my own
23 perception is things are taking a little longer
24 than they normally have, at least in my last
25 year-and-a-half in this role with the Utilities

1 Commission. But we are trying to think through all
2 those things are currently out there related to the
3 Coronavirus as we approach the storm season.

4 We actually had our annual storm drill --
5 drill, rather, scheduled for the 20th, tomorrow.
6 We are moving is that out into June anticipating
7 that we will be able to have a few more feel people
8 attending in person. But we do want to make sure
9 that we -- we respect social distancing wherever we
10 are and the Governor is reopening at that point in
11 time.

12 And then finally, hopefully it's preparation
13 for the storm or hurricane that didn't happen this
14 year. That would be a good outcome for us.

15 So with that, let me pause and ask if there
16 are any questions.

17 CHAIRMAN CLARK: All right. Thank you
18 Mr. Bunch.

19 Any questions?

20 Commissioner Polmann.

21 COMMISSIONER POLMANN: Let's have Commissioner
22 Graham since he was first.

23 CHAIRMAN CLARK: Sure.

24 Commissioner Graham.

25 COMMISSIONER GRAHAM: Thank you, Mr. Chairman.

1 You mentioned mutual aid. I had asked the
2 question earlier about one of the IOUs, and you
3 answered part of my question, that most all of
4 your -- actually all of your mutual aid comes
5 through Ms. Zubaly's group, and it works extremely
6 well for you guys, but what happens if that
7 communication guys dies down? What's the fallback
8 on that?

9 MR. BUNCH: So we do have some existing
10 agreements that are -- that have been in place that
11 allow us to work through the IOUs as well for
12 mutual assistance. I was told in prep for this
13 presentation, that we have not asked to pull the
14 trigger on that. But let's say -- and that's a
15 really good question, Commissioner Graham.

16 If we got to the point where we couldn't
17 secure enough resources through FMEA, we would also
18 reach out to our IOU peers to see if we could get
19 resources from them as well. We just have not got
20 to the point that we had to go that route to this
21 date.

22 COMMISSIONER GRAHAM: So you do have phone
23 numbers and such if you need to pull that trigger,
24 correct?

25 MR. BUNCH: Yes, sir.

1 COMMISSIONER GRAHAM: Okay. That's all --
2 that sounds great. I appreciate it.

3 CHAIRMAN CLARK: Thank you, Commissioner
4 Graham.

5 Commissioner Polmann.

6 COMMISSIONER POLMANN: Thank you, Mr.
7 Chairman. And thank you for your presentation,
8 sir.

9 I -- the use of a command system, I -- I
10 applaud your use of that. I have familiarity with
11 that. I was trained in use of that system. I find
12 it very -- very effective being deployed for
13 incidents, both large and small.

14 And my question for you is, within the
15 municipal systems, do you see that, or are you
16 aware that that's being widely used across Florida,
17 or -- or is it being advocated as kind of a
18 standard?

19 MR. BUNCH: So again, my experience is limited
20 here, but in the course of last year in preparation
21 for Hurricane Dorian, everything I saw and,
22 everybody I talked to used the terms that were
23 based on the incident command system. There was an
24 incident commander within EOC. There was an
25 operations director. So I feel like it's pretty

1 well cemented in the community, at least that I
2 have been exposed to here, and in the presentations
3 that I have seen today. So I -- that's the limit
4 of my exposure, so I can't comment behind that,
5 Commissioner Polmann.

6 COMMISSIONER POLMANN: Okay. Well, thank you.

7 CHAIRMAN CLARK: Thank you, Commissioner --

8 COMMISSIONER POLMANN: That's all I have, Mr.
9 Chair.

10 CHAIRMAN CLARK: Thank you, sir.

11 Commissioner Fay.

12 COMMISSIONER FAY: Thank you, Mr. Chairman.

13 Just real quickly, because Commissioner Graham
14 asked part of my question.

15 Do -- do you think there are any
16 opportunities, and -- and I don't know if you can
17 necessarily speak for all the municipalities, but
18 any opportunities to improve that mutual assistance
19 or that mutual aid?

20 I know the commissioners that -- that have sat
21 here before me, and that sit -- sit up here, or I
22 guess sit virtually in their -- their chairs, have
23 worked on this for a long time, and the State has
24 seen significant improvement. I just want to make
25 sure that's not -- not the end game. That there is

1 still work between all parties to improve those
2 agreements.

3 MR. BUNCH: Again, my experience is limited to
4 a year-and-a-half here, but I will say that I have
5 seen and heard a lot of coordination between FMEA,
6 my staff, operational staff, my communications
7 staff, and I know there is pretty significant
8 communications we have with FMEA and, you know, the
9 national groups with APCA and such. What I don't
10 have is a 20-year history to answer that based on
11 more than a couple of events that I -- I have
12 talked to my staff here about.

13 So again what I have seen worked well, and I
14 know there is coordination both at the local level
15 as well as national, similar to what I saw in the
16 IOU states, just different groups.

17 COMMISSIONER FAY: Sure.

18 And, Mr. Bunch, that -- my colleagues here
19 only let me use the new guy thing for about a
20 rule -- for about a year, I guess, and then started
21 heckling me pretty good, so good luck with that.

22 I did just want to really quick comment on
23 your -- your slide 16, the last bullet point that
24 you have there, it's important to publically thank
25 all key behind-the-scene players, not just the line

1 workers so the community has an understanding that
2 it takes the whole team. I really appreciate
3 that -- that comment. I think that's very well
4 said, and I am glad you included it in here.

5 I think our Chair mentioned it about our team
6 here at the Public Service Commission. I think
7 there is a lot of people that go into responding to
8 these -- these storms, not just the linemen, and I
9 think we should appreciate all those folks that
10 keep the power running. So thank you for including
11 that, and thank you for your time.

12 CHAIRMAN CLARK: Thank you, Commissioner Fay.

13 I -- I want to follow up with just an
14 observation as well regarding your -- your mutual
15 aid comment.

16 I think that while we have all of the parties
17 on the line here today, we do need to reemphasize
18 that, because, Mr. Bunch, the problem has never
19 been related from municipal to municipal or coop to
20 coop or IOU to IOU. It is when we look to the need
21 to cross those two organizations, or three
22 organizations up. And there has always been some
23 hesitation between the different parties to sign
24 the mutual aid agreements related -- or provided by
25 the company that wasn't -- didn't look just like

1 them, if you will. I guess that's the best way I
2 know how to say that.

3 So we do want to continue. That was a push
4 that was made two years ago, and it was a
5 commitment that this commission made to continue to
6 work on that as well, but to continue to push to
7 ensure that all three of the parties that are
8 involved here were looking at ways to provide
9 mutual aid to each other, to be a help to each
10 other. They were some, in some of the cases, the
11 closest, most available resources that could be
12 made available to the -- the entities that were
13 having problems at that particular time. So we do
14 encourage all of you to continue to work on
15 fine-tuning and polishing those mutual aid
16 agreements out. So that's my comment.

17 Any other Commissioners have any of questions
18 for Mr. Bunch?

19 Any staff members have questions for
20 Mr. Bunch?

21 MS. BUYS: No questions.

22 CHAIRMAN CLARK: Did she say no questions? I
23 don't know why I can't hear that one every time.
24 No questions, okay.

25 All right. Thank you for joining us today,

1 Mr. Bunch. We greatly appreciate it.

2 MR. BUNCH: Thank you.

3 CHAIRMAN CLARK: All right. That concludes
4 all of our presentations. And I just want to take
5 a moment to say thank you to all of those that took
6 time to present today. You all did an outstanding
7 job. It was absolutely great information,
8 information that I think will help us going forward
9 as we help -- as we make decisions regarding the
10 state.

11 I think it proves conclusively that the
12 utility companies that are serving the citizens of
13 the state of Florida are prepared, and that they
14 are taking every step and every precaution
15 necessary to make sure that they are caught
16 adequately prepared, and they are going to continue
17 to be able to continue to deliver safe and reliable
18 power to the citizens with the state of Florida.

19 So with that said, are there any additional
20 questions or comments regarding the process today,
21 or any comments, general observations, any
22 Commissioners?

23 Commissioner Polmann.

24 COMMISSIONER POLMANN: Thank you, Mr.
25 Chairman.

1 I -- I feel this was a very good discussion,
2 and in addition to presentations from -- from all
3 the participants. So I appreciate input and the
4 comments from all the Commissioners, and I am sure
5 somebody was taking notes. If nobody is writing
6 anything down, it's certainly on the video.

7 And if there is an opportunity, perhaps staff
8 and our team can consolidate any of the substantive
9 items that came up and share that back with -- with
10 our staff. I would just like to have some -- some
11 bit of a summary if that's appropriate, Mr.
12 Chairman. I -- I feel that there was a lot of
13 discussion, and if there are some key points that
14 that -- that senior staff feels are worth sharing
15 back -- back to the Commission offices, I would
16 simply ask that that be done. I don't have any --
17 any form, format or extent of that effort. I would
18 simply suggest it.

19 Thank you, Mr. Chairman.

20 CHAIRMAN CLARK: Great. We'll ask Mr. Futrell
21 if he would to make us a key point summary from
22 today's meeting and distribute that to staff. He
23 is nodding that he will take care of that,
24 Commissioner Polmann. That's a great idea.

25 Any other comments, any Commissioners?

1 Any staff have any input, final words?

2 Anybody? Last call.

3 All right. If not, we stand adjourned.

4 Thanking you for being with us today.

5 (Proceedings concluded at 4:10 p.m.)

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CERTIFICATE OF REPORTER

STATE OF FLORIDA)
COUNTY OF LEON)

I, DEBRA KRICK, Court Reporter, do hereby certify that the foregoing proceeding was heard at the time and place herein stated.

IT IS FURTHER CERTIFIED that I stenographically reported the said proceedings; that the same has been transcribed under my direct supervision; and that this transcript constitutes a true transcription of my notes of said proceedings.

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' attorney or counsel connected with the action, nor am I financially interested in the action.

DATED this 29th day of May, 2020.



DEBRA R. KRICK
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