Commissioners: Gary F. Clark, Chairman Art Graham Julie I. Brown Donald J. Polmann Andrew Giles Fay

STATE OF FLORIDA

DIVISION OF ECONOMICS JUDY HARLOW DIRECTOR (850) 413-6410

Public Service Commission

October 2, 2020

Staff's First Data Request *Via E-mail*

Ms. Maria J. Moncada, Esq. Senior Attorney Florida Power & Light Company 700 Universe Boulevard Juno Beach, FL 33408

Mr. Kenneth A. Hoffman Vice President, Regulatory Affairs Florida Power & Light Company 215 S. Monroe Street, Suite 810 Tallahassee, FL 32301

Re: Docket 20200209-EI - Petition for approval of proposed disposition of voluntary solar partnership rider and program, by Florida Power & Light Company.

Dear Ms. Moncada:

By this letter, the Commission staff respectfully requests the following information from Florida Power & Light Company (FPL or Company).

- 1. Please provide the anticipated plant and accumulated depreciation balances as of 12/31/2020 for all assets associated with the SolarNow Program.
- 2. Please provide the average remaining service life for all assets associated with the SolarNow Program.
- 3. Please refer to Paragraph 25 of the Petition, which states that customer contributions will exceed the revenue requirements less systems benefits for all years of the program. Provide all supporting calculations FPL has prepared in analyzing the projected contributions and revenue requirements less system benefits for all years of the program in an Excel spreadsheet with all cells and formulas accessible.

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4. Please complete the following chart.

		Revenue	Revenue		Contribution	Contribution
		Requirement	Requirement		at Current	at Proposed
		at Current	at Proposed	Fuel	Depreciation	Depreciation
	Revenue	Depreciation Rates	Depr. Rates	Savings	Rates	Rates
2021						
2022						
2023						
2024						
2025						

- 5. Please provide the projected annual depreciation expense for 2021 through 2025 under current depreciation rates and proposed depreciation rates.
- 6. Does FPL intend to continue its policy (established by Order No. PSC-14-0468-TRF-EI, in Docket No. 140070-EI) of absorbing any annual shortfall if the SolarNow customer contributions fail to fully fund the revenue requirement for the SolarNow Program?
- 7. What portion of the 2,528.4 kW solar capacity provided by the SolarNow assets is connected to the grid?
- 8. Please explain to what extent the general body of ratepayers will benefit from the generation produced by the SolarNow assets, as well as the disposition of the assets (salvage), after the program has ended in 2025?
- 9. Please provide any precedent in which FPL is aware of in which accelerated depreciation of assets was approved for assets not approaching end-of- life status and still used and useful in providing electric service.
- 10. Please explain whether FPL is proposing to accelerate depreciation for assets that are anticipated to be used and useful after reaching fully depreciated status in 2025, and if so, why?
- 11. Please refer to Paragraph 22 of the Petition. Please provide a list of all SolarNow projects that are either planned or currently under construction. Please include the anticipated inservice dates and total costs associated with each project.
- 12. The proposed tariff states that service under this rider shall terminate December 31, 2025, "unless extended by order of the Florida Public Service Commission, or terminated earlier by the Company upon notice to the FPSC." Does the Company believe the quoted tariff

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language conflicts with FPL's proposed disposition and sun setting of the SolarNow Program? Please explain.

- 13. Please refer to Paragraph 21 of the Petition, which states that the Company will continue to install new assets through 2021. The current and proposed tariff states that the SolarNow Program "provides customers an opportunity to participate in a program designed to construct and operate commercial-scale, distributed solar photovoltaic facilities..." Does the Company believe that, after 2021, it will continue to be operating in accordance with this tariff language? Please explain.
- 14. Does FPL intend to inform participants joining after 2021 that the Company does not plan to install any additional assets through the SolarNow Program? Please explain.
- 15. Does FPL intend to directly communicate to participants that the SolarNow Program is sun setting in 2025? If so, when?

	Participants				
Month	Residential	Commercial	Industrial	Total Participants	Total Participant Revenue
Sep-19					
Oct-19					
Nov-19					
Dec-19					
Jan-20					
Feb-20					
Mar-20					
Apr-20					
May-20					
Jun-20					
Jul-20					
Aug-20					

16. Please complete the following chart.

- 17. The current and proposed tariff states that participants "may be terminated from the Pilot by the Company if the customer becomes subject to collection action on the customer's service account." Has FPL proceeded with removing participants with accounts subject to collection action? If so, please provide a per-month breakdown of the number of participants removed from the SolarNow Program, over the past 12 months.
- 18. Has COVID-19 impacted the SolarNow Program's participant attrition rate? Please explain.

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19. Please refer to Paragraph 24 of the Petition, where FPL proposes to redirect charitable funds to STEAM-related charities and/or educational curriculum for students within the service territory. Has FPL considered any specific charities which meet these proposals? If so, please provide examples of potential recipients.

Please file all responses electronically no later than October 16, 2019, via the Commission's website at <u>www.floridapsc.com</u> by selecting the Clerk's Office tab and Electronic Filing Web Form. If you have any questions please contact me at <u>champson@psc.state.fl.us</u> or at (850) 413-6676.

Thank you,

/s/Corey Hampson Corey Hampson Public Utility Analyst I

cc: Office of the Commission Clerk