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September 27, 2022

-VIA ELECTRONIC FILING -

Adam Teitzman **Commission Clerk** Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

Re: Docket No. 20220001-EI

Dear Mr. Teitzman:

On behalf of Florida Power & Light Company ("FPL"), I attach the prepared rebuttal testimony and exhibits of Dean Curtland and Gerald J. Yupp.

Please feel free to contact me with any questions at (561) 304-5795.

Sincerely,

s/ Maria Jose Moncada Maria Jose Moncada

Attachments Counsel for Parties of Record (w/ attachments) cc:

:9635739

Florida Power & Light Company

1		BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
2		FLORIDA POWER & LIGHT COMPANY
3		REBUTTAL TESTIMONY OF DEAN CURTLAND
4		DOCKET NO. 20220001-EI
5		SEPTEMBER 27, 2022
6		
7	Q.	Please state your name and address.
8	A.	My name is Dean Curtland. My business address is 15430 Endeavor Drive, Jupiter,
9		FL 33478.
10	Q.	Have you previously filed testimony in this docket?
11	A.	Yes.
12	Q.	Are you sponsoring any rebuttal exhibits?
13	A.	Yes, I am sponsoring the following exhibit:
14		• Exhibit DC - 1 – Excerpt from: FPL's Procedure 0-PME-049.0, Reactor
15		Trip and Trip Bypass Breaker Inspection Maintenance
16	Q.	What is the purpose of your rebuttal testimony?
17	A.	The purpose of my rebuttal testimony is to respond to the testimony provided by
18		Richard Polich, P.E. on behalf of the Office of Public Counsel ("OPC").
19		Specifically, I address his allegations that: i) FPL activities contributed to the
20		exciter failure that occurred at Turkey Point Unit 4 on July 5, 2020 and, ii) FPL's
21		procedures resulted in the March 1, 2021 reactor trip breaker ("RTB") failure at
22		Turkey Point Unit 3.

Q. Please summarize your rebuttal testimony.

2	A.	My testimony explains that FPL reasonably engaged and relied upon the expertise
3		of Siemens, Inc. to perform preventative maintenance on the exciter housing, and
4		that FPL carried out additional appropriate inspections. There was no evidence of
5		deterioration of the seals prior to the event that should have prompted a different
6		set of actions by FPL. In addition, my testimony explains that, with respect to the
7		RTB failure, FPL was performing appropriate maintenance of the associated cell
8		switches. Contrary to Mr. Polich's assertion, applying the vendor's life cycle
9		recommendation would not have prevented the RTB failure. In sum, FPL's actions
10		in connection with both of these outages were prudent.
11		
12		JULY 5, 2020 EXCITER FAILURE
13	Q.	Please describe OPC witness Polich's assessment of the activities that
13 14	Q.	Please describe OPC witness Polich's assessment of the activities that contributed to the exciter failure that occurred on July 5, 2020 at Turkey Point
13 14 15	Q.	Please describe OPC witness Polich's assessment of the activities that contributed to the exciter failure that occurred on July 5, 2020 at Turkey Point Unit 4.
13 14 15 16	Q. A.	Please describe OPC witness Polich's assessment of the activities thatcontributed to the exciter failure that occurred on July 5, 2020 at Turkey PointUnit 4.Witness Polich incorrectly asserts that FPL personnel had not properly installed the
13 14 15 16 17	Q. A.	Please describe OPC witness Polich's assessment of the activities that contributed to the exciter failure that occurred on July 5, 2020 at Turkey Point Unit 4. Witness Polich incorrectly asserts that FPL personnel had not properly installed the exciter seals and failed to inspect the seals during periodic exciter inspections.
13 14 15 16 17 18	Q. A. Q.	 Please describe OPC witness Polich's assessment of the activities that contributed to the exciter failure that occurred on July 5, 2020 at Turkey Point Unit 4. Witness Polich incorrectly asserts that FPL personnel had not properly installed the exciter seals and failed to inspect the seals during periodic exciter inspections. Is OPC witness Polich correct in stating that FPL personnel installed the exciter
13 14 15 16 17 18 19	Q. A. Q.	Please describe OPC witness Polich's assessment of the activities that contributed to the exciter failure that occurred on July 5, 2020 at Turkey Point Unit 4. Witness Polich incorrectly asserts that FPL personnel had not properly installed the exciter seals and failed to inspect the seals during periodic exciter inspections. Is OPC witness Polich correct in stating that FPL personnel installed the exciter seals?
13 14 15 16 17 18 19 20	Q. A. Q. A.	Please describe OPC witness Polich's assessment of the activities that contributed to the exciter failure that occurred on July 5, 2020 at Turkey Point Unit 4. Witness Polich incorrectly asserts that FPL personnel had not properly installed the exciter seals and failed to inspect the seals during periodic exciter inspections. Is OPC witness Polich correct in stating that FPL personnel installed the exciter seals? No. FPL personnel did not install the exciter housing. Witness Polich states that he
 13 14 15 16 17 18 19 20 21 	Q. A. Q. A.	 Please describe OPC witness Polich's assessment of the activities that contributed to the exciter failure that occurred on July 5, 2020 at Turkey Point Unit 4. Witness Polich incorrectly asserts that FPL personnel had not properly installed the exciter seals and failed to inspect the seals during periodic exciter inspections. Is OPC witness Polich correct in stating that FPL personnel installed the exciter seals? No. FPL personnel did not install the exciter housing. Witness Polich states that he reviewed FPL's root cause evaluation associated with this outage, but he appears to
 13 14 15 16 17 18 19 20 21 22 	Q. A. Q.	 Please describe OPC witness Polich's assessment of the activities that contributed to the exciter failure that occurred on July 5, 2020 at Turkey Point Unit 4. Witness Polich incorrectly asserts that FPL personnel had not properly installed the exciter seals and failed to inspect the seals during periodic exciter inspections. Is OPC witness Polich correct in stating that FPL personnel installed the exciter seals? No. FPL personnel did not install the exciter housing. Witness Polich states that he reviewed FPL's root cause evaluation associated with this outage, but he appears to have missed the fact that FPL engaged Siemens, the Original Equipment

Q.

1

Describe generally the preventative maintenance work performed by Siemens.

A. Siemens is engaged to perform preventative maintenance on the exciter at least every
 seven and a half years during scheduled refueling outages. When the preventative
 maintenance is performed, the exciter housing is completely removed, cleaned,
 inspected, and the seals are replaced by Siemens in accordance with their proprietary
 procedure.

7 Q. Is Siemens an appropriate vendor to perform maintenance on the exciter?

A. Yes, Siemens is the OEM for this equipment and has the proprietary information
including detailed design drawings, technical specifications, and specialty tooling to
perform this work. In fact, Siemens's expertise applies to every part of the centerline
equipment: the turbine, the generator and the exciter, all of which work together.
Siemens therefore is engaged to perform maintenance work on the entire centerline,
making FPL's engagement of Siemens for exciter work particularly appropriate.

14 Q. In addition to being the OEM with experience maintaining exciters, what else 15 made Siemens a qualified vendor?

A. Siemens is one of the largest turbine generator manufacturers in the world, serving
 both nuclear and non-nuclear plants. This has included on-going maintenance and
 refurbishments, power uprates at FPL's nuclear units and new installations. Siemens
 also supports over 50% of the existing nuclear generation sites in the United States.

20 Q. Please describe generally the contractual arrangement that FPL has with 21 Siemens to perform the work.

A. Siemens performs work in our nuclear fleet in a turnkey arrangement. This is an
established process, typical for a nuclear vendor that is highly specialized. There is a

large amount of work being performed during the site's refueling outage. To put this
in perspective, a typical refueling outage involves approximately 1,500 additional
contractors from various vendors to complement the full-time staff at the site.
Because this is one focused scope of work, it makes sense to have a turnkey
engagement for a relatively small portion of the overall outage in instances where the
vendor is highly experienced and specialized.

7

Q. Did FPL review the procedures that Siemens prepared for the exciter work?

A. Yes. Whenever FPL plans work at its nuclear site that is performed by any vendor,
FPL reviews the procedures and processes that the vendor will use. The reviews are
performed by qualified maintenance supervisors and engineers. The vendors use their
procedures but are required to follow any FPL work control program that may apply.

12 Q. Please describe the exciter work that Siemens was required to perform.

- A. During the work on the exciter, the housing was completely removed, cleaned, and
 inspected, and the seals are replaced by Siemens in accordance with their procedure.
 Siemens's proprietary procedure includes verification points designed to ensure the
 seals are properly prepared and installed. That verification step is performed by
 Siemens's technical director and is then further verified as part of Siemens's quality
 assurance review.
- 19 Q. Did these steps occur the last time Siemens performed exciter work before the
 20 July 5, 2020 event?
- A. Yes. Prior to the July 5, 2020 event, the exciter housing for Unit 4 was removed in
 March 2019. During the inspection, Siemens noted that several seals were found to
 be hard or torn. All degraded seals were replaced. After the replacement was complete,

1		Siemens inspected the work and noted that the final seals were acceptable for return
2		to service. At that time, FPL verified that the inspection occurred.
3	Q.	Did the procedures and inspections employed by Siemens satisfy the industry
4		standard for exciter maintenance?
5	A.	Yes. The procedures provided detailed guidance and satisfied industry standards for
6		the exciter maintenance.
7	Q.	In addition to the inspections performed by Siemens, please describe the
8		oversight FPL provided during the exciter maintenance work.
9	A.	Siemens is required to follow FPL's work control program. FPL confirms that
10		appropriate verifications are included at key points in Siemens's procedures. These
11		verification points are built into work orders which serve to confirm that all
12		processes, including those applicable to exciter maintenance work, were completed.
13	Q.	OPC witness Polich describes a 2001 water intrusion event that occurred in the
14		exciter housing at Turkey Point Unit 3. Mr. Polich concludes that FPL was
15		therefore aware of the potential for water intrusion into the exciter but failed to
16		properly install the seals. Please describe the actions FPL took based on the 2001
17		event.
18	A.	Prior to the 2001 water intrusion event, FPL personnel performed the maintenance
19		work along with Siemen's contractors. When the event occurred, FPL immediately
20		contacted Siemens and they performed the restoration of the unit including correcting
21		the water intrusion. Thereafter, FPL engaged Siemens, as the specialized expert, to
22		perform the maintenance on the exciter under a turnkey arrangement as discussed
23		above. When Siemens performed maintenance after the 2001 event, it did so with full

knowledge of the potential for water intrusion given that Siemens contractors had
 worked on correcting the 2001 water intrusion.

3 Q. Describe Siemens's track record in performing the exciter maintenance work 4 after the 2001 event.

5 A. Siemens has performed preventative maintenance using its proprietary procedures at 6 each Turkey Point nuclear unit and each St. Lucie nuclear unit – four in total – at least 7 every seven and a half years since 2001. With respect to FPL units alone, this totals at 8 least eight occasions. Each time the work was performed with a successful outcome. 9 No water intrusion has occurred. In addition, since 2001, Siemens also has performed 10 the same type of maintenance on a number of FPL's non-nuclear generation sites that 11 had exciters, each of which is an outdoor facility. No water intrusion occurred at those 12 sites following Siemens's preventative maintenance work.

13 Q. Has Siemens performed exciter maintenance on other outdoor nuclear facilities 14 in the country?

- A. Yes. Siemens performs generator and exciter maintenance on a number of outdoor
 nuclear units. FPL reviewed the relevant operating experience and did not identify any
 other exciter failures due to water intrusion.
- 18 Q. What do you conclude regarding the procedures employed by Siemens to
 19 perform exciter maintenance?
- A. The procedures and tooling material, including seals, employed by Siemens at Turkey
 Point Unit 3 are consistent with industry standard for exciter housing at outdoor
 nuclear and non-nuclear sites. The Siemens procedures have proven to work in

1		numerous applications. Accordingly, FPL acted reasonably in relying on Siemens's
2		expertise, including its prior experience at Turkey Point Unit 3.
3	Q.	Please also address OPC witness Polich's claim that FPL failed to inspect the
4		seals during periodic exciter inspections to ensure the seals function properly,
5		and that seals required to prevent water intrusion must be inspected on a
6		"regular basis".
7	A.	Mr. Polich's statement that seals must be inspected on a "regular basis" ignores reality.
8		After the exciter housing is installed, the seals are between two surfaces and are not
9		only inaccessible, they are not even visible. The exciter seals cannot be inspected
10		while the unit is online because the exciter itself is rotating and energized at high
11		voltage. In addition, there are no recommended OEM inspection requirements while
12		the unit is online.
	0	

13 Q. Does this mean FPL performs no inspections of the exciter housing seals?

A. Not at all. FPL inspects the exciter housing seals during every refueling outage, which
occur every 18 months. At that time, the seals and gasketed surfaces are inspected
where accessible. FPL's inspections of the housing surfaces search for any evidence
of water intrusion.

18 Q. What is your conclusion regarding FPL's inspection practices?

- A. FPL inspects the exciter housing at reasonable intervals in a manner that is consistent
 with industry practice.
- 21
- 22

- 1 Q. What do you conclude regarding FPL's actions and decisions with respect to 2 the work performed on the exciter prior to the July 5, 2020 event? 3 A. FPL engaged a highly qualified vendor to perform the maintenance and replacement work on the exciter housing pursuant to procedures that produced 4 5 successful results at many sites over time. FPL acted prudently in its oversight and 6 verification of the vendor's work on the exciter. 7 8 MARCH 1, 2021 REACTOR TRIP BREAKER FAILURE 9 Q. Please describe the circumstances related to the Reactor Protection Testing 10 that impacted Turkey Point Unit 3 on March 2, 2021. 11 In March 2021, Turkey Point Unit 3 performed a planned test of the Reactor A. 12 Protection System. The test restoration phase included closing and opening the 3B 13 reactor trip breaker ("RTB"). A cell switch – essentially a plunger that is depressed 14 by the force of the breaker being inserted into position - is used for the turbine trip 15 logic to validate the breaker position. During testing, the unit experienced an automatic shutdown. FPL was not able to determine the exact cause but observed 16 17 hardened graphite grease on the cell switch which caused it to remain closed and 18 not correctly validate the breaker position. 19 **Q**. Please respond to OPC witness Polich's assertion that FPL contributed to the 20 March 1, 2021 event at Turkey Point Unit 3 because it failed to follow the
- 21 Westinghouse prescribed Maintenance Program Manual ("MPM").
- A. FPL disagrees. Mr. Polich appears to conflate replacement recommendations with
 maintenance procedures. The Westinghouse MPM recommendation that FPL did not

follow at the time of the event – and still does not follow – is the replacement of the
cell switches after 100 cycles. Because the cell switch is used only to validate the
breaker position, they remain closed at all times except during testing which occurs
quarterly, or four times a year. Following the Westinghouse MPM recommendation
would mean that FPL would replace cell switches only once every 25 years.
Therefore, implementing that practice would not have prevented the accumulation of
lubricant around the cell switch.

8 Q. If FPL does not follow the Westinghouse MPM recommendation on cell switch 9 life cycles, what process was in place to monitor proper function of the cell 10 switch?

A. FPL tests and inspects the cell switches every 18 months. If the cell switch shows signs of deterioration, FPL would replace it at that time. This testing and inspection interval is more frequent than Westinghouse's maintenance recommendation. FPL's maintenance program is more conservative than the 25-year interval for cell switch replacement recommended by Westinghouse. A review of the documentation of FPL's maintenance, provided as Exhibit DC-1, shows that the cell switches, including the one involved in the March 1, 2021 event, were reliable and had no failures.

18 Q. Has FPL determined why the cell switch failed on March 1, 2021?

A. As the root cause evaluation indicates, the cause remains undetermined. As part of
investigation, the RTB was sent to the OEM, Westinghouse, to conduct extensive
inspections and testing to determine the root cause of the failure. However, the root
cause was found to be undetermined. Overall, the RTB was found to be in excellent
condition and cycled 50 times at Westinghouse without an issue. The RTB cubical

cell switch was also thoroughly tested without an issue. Although all the inspection
 points for contacts and spring load were found satisfactory, during disassembly the
 cubical cell switch was found to have aged grease. The aged grease was the only
 anomaly identified. Therefore, it was considered a "*possible* cause of failure".

5

6

Q.

Did FPL review operating experience at other nuclear sites to determine whether there has been any reactor trips during cell switch testing?

7 A. Yes. Review of industry operating experience found no similar cases where a cell
8 switch caused such an issue. In addition, conferring with other nuclear operators
9 confirmed that the FPL maintenance procedures match industry standards and
10 practice.

11 Q. Since the cause of the outage was undetermined, did FPL nevertheless update its 12 processes?

A. Yes. As a corrective action, the FPL procedures were updated to add a requirement
to clean the switches every 18 months, in addition to testing and inspection.
Previously, the removal and cleaning of the cell switches was a conditional
requirement, meaning it was removed and cleaned only if an inspection indicated
those steps were required based on inspection results.

18 Q. What do you conclude regarding FPL's actions and decisions with respect to
19 the work performed on the exciter prior to the March 1, 2021 event?

A. FPL acted prudently with respect to the maintenance of the cell switch. FPL
 adhered to Westinghouse's recommended maintenance procedures and instituted
 even more conservative testing and inspection intervals. FPL's maintenance
 program was also aligned with industry standard.

1 Q. Does this conclude your rebuttal testimony?

2 A. Yes, it does.

Docket No. 20220001-EI Excerpt from: FPL's Procedure 0-PME-049.0, Reactor Trip and Trip Bypass Breaker Inspection Maintenance Exhibit DC-1, Page 1 of 2

	REVISION NO .:	PROCEDURE TITLE:	PAGE:
	9 PROCEDURE NO.:	REACTOR TRIP AND TRIP BYPASS BREAKER INSPECTION AND MAINTENANCE	78 of 157
	0-PME-049.01	TURKEY POINT PLANT	INITIAL
/	4.25 Cubicle Ins	pection (continued) PECT switchgear cubicle for the following:	alz
	Æ.	INSPECT control wiring for integrity of insulation and tightness of connections.	ss
	B.	IF any control wiring is found loose, THEN TIGHTEN connections and RECORD any abnormal findings in Section 5.2, Step 1.	99
	Ć,	VERIFY left and right interior rail assemblies are NOT distorted.	ļł
	(D.)	VERIFY edges of rail assembly where breaker wheels roll ar NOT mushroomed, rounded off, or bent inward or outward.	e Mu /
	(E.)	REPLACE rails, if necessary.	<u> </u>
	F	VERIFY breaker element levering pins welded on each rail a intact and undistorted.	ire
	G.	VERIFY breaker release latch NOT bent and touches bottom of cell rail.	n <u>A</u>
	H.	PRESS release latch by hand to its limit and VERIFY release latch springs back when released.	e
	Ø,	Cell positioning stop bracket NOT distorted.	_44
	J.	Switchgear that the secondary contact assembly phenolic material NOT cracked.	an
	K.	Switchgear secondary contact assembly conductive surface NOT abnormally or unevenly worn.	Q9Y
	(Je	Ground contact NOT corroded, NOT loose, and surface NOT abnormally or unevenly worn.	r <u>A</u> g
	M.)	REMOVE cell switch covers.	Ne
	N.	VERIFY cell switch contacts are clean.	Ne
	0.	IF cell switch contacts require cleaning or lubrication, THEN:	An
	-	CLEAN with a cloth and isopropyl alcohol.	Ne
		(2) APPLY grease (G77).	

Docket No. 20220001-EI Excerpt from: FPL's Procedure 0-PME-049.0, Reactor Trip and Trip Bypass Breaker Inspection Maintenance Exhibit DC-1, Page 2 of 2

REVISION NO .:	PROCEDURE TITLE:	PAGE:
9 PROCEDURE NO.:	REACTOR TRIP AND TRIP BYPASS BREAKER INSPECTION AND MAINTENANCE	79 of 157
0-PME-049.01	TURKEY POINT PLANT	INITIAL
4.25 Cubicle Ins	pection (continued)	
7. (cont	inued)	1.
P	PRESS spring-loaded plunger several times and VERIFY smooth and unbinding operation of switch.	NC
Ø	With spring-loaded plunger pressed, VERIFY correct contact configuration and contact resistance using a ohmmeter.	Ne
	Functional Criteria: 1 ohm or less	0
R.	With spring-loaded plunger released, VERIFY correct contac configuration and contact resistance using a ohmmeter.	t NC
	Functional Criteria: 1 ohm or less	ala
S.	INSTALL cell switch covers.	<u>All</u>
		89

1		BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
2		FLORIDA POWER & LIGHT COMPANY
3		REBUTTAL TESTIMONY OF GERARD J. YUPP
4		DOCKET NO. 20220001-EI
5		SEPTEMBER 27, 2022
6		
7	Q.	Please state your name and address.
8	A.	My name is Gerard J. Yupp. My business address is 700 Universe Boulevard,
9		Juno Beach, Florida, 33408.
10	Q.	By whom are you employed and what is your position?
11	А.	I am employed by Florida Power & Light Company ("FPL") as Senior Director
12		of Wholesale Operations in the Energy Marketing and Trading Division.
13	Q.	Have you previously testified in this docket?
14	А.	Yes.
15	Q.	What is the purpose of your testimony?
16	A.	The purpose of my rebuttal testimony is to respond to the assertion by OPC
17		witness Richard A. Polich that FPL's calculations of replacement power costs
18		related to the July 2020 outage of Turkey Point Unit No. 4 and the March 2021
19		outage of Turkey Point Unit No. 3 were not calculated correctly.
20	Q.	In your role as Senior Director of Wholesale Operations in the Energy
21		Marketing and Trading Division, are you responsible for calculating
22		replacement power costs?
23	A.	Yes, for over ten years, I have been responsible for calculating FPL's replacement

power costs and have employed essentially the same methodology throughout
 that time.

3 Q. Please describe FPL's methodology for calculating replacement power costs 4 related to nuclear unit outages.

5 A. FPL's methodology for calculating replacement power costs is straightforward, 6 requires no assumptions, and is based on the actual generation mix and fuel cost 7 data for the applicable period that is reported on the A-Schedules that are filed 8 with, and available for review by, the Florida Public Service Commission on a 9 monthly basis. The replacement costs are derived using actual fuel cost data as 10 reported on Schedule A3 for the applicable period. The fuel cost data is converted 11 to a weighted average dollar per MWh replacement value based on the proportion 12 of all other fuels that were used to generate replacement power during the outage 13 period. Fixed costs associated with natural gas are removed from the total natural 14 gas costs prior to being incorporated into the weighted average allocation because 15 these costs would have been incurred regardless of whether the outage occurred. 16 This unit replacement value is applied to all of the outage MWh to derive the gross replacement power costs. FPL then subtracts nuclear fuel costs that would 17 have been incurred, "but for" the outage, to arrive at the total net replacement 18 19 power costs. The data that is used for this calculation is verifiable by reviewing 20 the A-Schedules. The methodology is sound, auditable, and appropriate for this 21 purpose.

1Q.OPC witness Polich asserts that the calculation of replacement power costs2related to specific outages should be calculated using actual hourly3incremental values as opposed to average values. Do you agree with his4assertion?

5 A. No. First, witness Polich does not offer any details to support how he believes 6 these "incremental" costs would be calculated. He fails to mention that any 7 attempt to calculate hourly data would be based on a hypothetical system dispatch 8 and hypothetical fuel procurement that attempts to conceive what would have 9 happened absent the specific outage. Unlike the calculation FPL prepares which 10 is based on actuals, witness Polich's approach would introduce these types of 11 assumptions into the methodology which inherently threatens the credibility of 12 the analysis. This type of analysis would not result in improved accuracy, as 13 witness Polich seems to suggest.

14 Q. Does witness Polich's suggested approach differ from the standard fuel 15 cost recovery methodology?

16 A. Yes. Fuel cost recovery factors are set based on a hypothetical system dispatch 17 utilizing inputs such as projected fuel prices, projected load, overhaul schedules, 18 and unit parameters. Final recovery, however, is based on actual fuel costs which 19 is the methodology FPL has utilized in determining replacement power costs. 20 Witness Polich's methodology deviates from what is reported on the A-21 Schedules and therefore, creates a mismatch between FPL's actual reported costs 22 and the hypothetical costs created for the purpose of calculating replacement 23 power costs.

1 Q. Does this conclude your rebuttal testimony?

2 A. Yes, it does.