

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Hearings on Load Forecasts,) DOCKET NO. 900004-EU
Generation Expansion Plans, and)
Cogeneration Prices for Peninsular) ORDER NO. 22341-A
Florida's Electric Utilities.)
_____) ISSUED: 2-5-90

FINAL ORDER

BY THE COMMISSION:

Order No. 22341 was issued on December 26, 1989 in the precursor docket to this one, Docket No. 890004-EU. On page 18 of that order an error was made. The first paragraph of that page now reads:

Energy and Capacity Payments

Consistent with our current cogeneration rule, firm capacity payments should be developed using the value of deferral methodology. Prior to 1993, firm energy payments should be based on the purchasing utility's avoided energy costs. Beginning in 1993, firm energy payments should be the lesser of the avoided unit's energy costs (FPL's 1993 385 MW combined cycle unit) and that of the purchasing utility. The avoided unit's energy costs should be based on the lesser of the cost of distillate oil and natural gas delivered at FPL's Putnam Site, a site which currently has combined cycle units. Applying this methodology to energy payments recognizes that a prudently managed utility would burn the least expensive fuel in a unit with dual fuel capacity.

(Emphasis added.)

DOCUMENT NUMBER-DATE

01069 FEB -5 1990

FPSC-RECORDS/REPORTING

This paragraph should read:

Energy and Capacity Payments

Consistent with our current cogeneration rule, firm capacity payments should be developed using the value of deferral methodology. Prior to 1993, firm energy payments should be based on the purchasing utility's avoided energy costs. Beginning in 1993, firm energy payments should be the lesser of the avoided unit's energy costs (FPL's 1993 385 MW combined cycle unit) and that of the as-available avoided energy cost of the utility planning the statewide avoided unit (FPL). The avoided unit's energy costs should be based on the lesser of the cost of distillate oil and natural gas delivered at FPL's Putnam Site, a site which currently has combined cycle units. Applying this methodology to energy payments recognizes that a prudently managed utility would burn the least expensive fuel in a unit with dual fuel capacity.

(Emphasis added.)

It is, therefore,

ORDERED by the Florida Public Service Commission that all electric utilities subject to the provisions of Rules 25-17.080 through .087, Florida Administrative Code, shall submit tariffs in compliance with these rules as implemented by this amended order within ten (10) days of the date of this amended order. It is further

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ORDERED that Order No. 22341 is hereby affirmed in all other respects.

By Order of the Florida Public Service Commission,
this 5th day of FEBRUARY, 1990.



STEVE TRIBBLE, Director
Division of Records and Reporting

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Director, Division of Records and Reporting within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water or sewer utility by filing a notice of appeal with the Director, Division of Records and Reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.