## FILED 9/11/2020 DOCUMENT NO. 06574-2020 FPSC - COMMISSION CLERK

1		BEFORE THE
2	FLORIDA	PUBLIC SERVICE COMMISSION
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4	In the Matter of:	
5		DOCKET NO. 20200186-EU
6	Proposed repeal of FAC, Constant Curre	
7	Rule 25-6.081, FAC, Practices; and Rule	, Construction
8	Records and Reports of Rule 25-6.054, H	s, and amendment
9	Standards; Rule 25- Applicability; and	-6.074, FAC,
10	FAC, Unauthorized U	-
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13	PROCEEDINGS:	COMMISSION CONFERENCE AGENDA ITEM NO. 2
14		
15	COMMISSIONERS PARTICIPATING:	CHAIRMAN GARY F. CLARK COMMISSIONER ART GRAHAM
16		COMMISSIONER ART GRAHAM COMMISSIONER JULIE I. BROWN COMMISSIONER DONALD J. POLMANN
17		COMMISSIONER DONALD U. FOLMANN COMMISSIONER ANDREW GILES FAY
18	DATE:	Tuesday, September 1, 2020
19	PLACE:	Betty Easley Conference Center Room 148
20		4075 Esplanade Way
21		Tallahassee, Florida
22	REPORTED BY:	DEBRA R. KRICK Court Reporter and
23		Notary Public in and for the State of Florida at Large
24		PREMIER REPORTING
25	-	114 W. 5TH AVENUE FALLAHASSEE, FLORIDA (850) 894-0828

1 PROCEEDINGS 2 CHAIRMAN CLARK: All right. Item No. 2. Ms. 3 Helton, would you please introduce the item? 4 MS. HELTON: Yes, sir. 5 Good morning, Mr. Chairman and Commissioners. Item No. 2 concerns six electric utility rules 6 7 that staff reviewed in response to comments from the Joint Administrative Procedures Committee. 8 As 9 a result of this review, staff is recommending that 10 three rules that relate to constant current 11 standards, construction practices and records and 12 reports pertaining to residential electric 13 underground extensions be repealed as obsolete and 14 unnecessary. 15 In addition, staff is recommending that three 16 rules relating to laboratory standards, 17 requirements for extensions of electric 18 distribution lines and unauthorized use of energy 19 be amended to add specificity to requirements, and 20 to delete obsolete and unnecessary language. 21 Staff recommends that the Commission certify 22 the three draft amended rules as minor violation 23 rules. 24 We have some folks available on the line to 25 Beth Keating with Florida Public answer questions.

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1 Utilities Company, Malcolm Means with TECO, Ken 2 Rubin with Florida Power & Light and Gulf Power, 3 Matt Bernier with Duke, and staff is also available 4 to answer questions on the line. 5 CHAIRMAN CLARK: Thank you, Ms. Helton. Commissioners, do you have any questions? 6 7 Commissioner Brown, you are recognized. 8 COMMISSIONER BROWN: Thank you, Mr. Chairman. 9 So I just want to focus on the construction 10 practices rule and rule 25-6.081 on page four of 11 the recommendation. 12 Staff is recommending the repealing of this, 13 but there is some important language in here in 14 this rule, and keeping cost of construction 15 undergrounding facilities as low as possible, as 16 well as encouraging the joint use of trenches by 17 utilities to the extent possible. 18 Ms. Cowdery, I think you are on the phone, could you clarify whether that particular language 19 20 is in any of our other rules. 21 Yes, Commissioner. MS. COWDERY: This is 22 Kathryn Cowdery. 23 The language that is being recommended for 24 repeal is not specifically in other rules as it is 25 The problem with the language that stated there.

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1 we've got in that 1971 construction practices rule 2 is they sort of were aspirational goals. So the 3 problem with that is that there is undefined goals, 4 and they don't set forth definition standards or 5 how compliance is to be met, and that is -- that is why we are recommending that to be repealed. 6 7 However, what we believe is that this rule is sort 8 of superseded by other rules that we rely on that 9 require specific cost information, that the --10 excuse me -- that the -- that staff reviews, and 11 for this reason, it's obsolete and does not really 12 meet the definition of a rule under the current 120 13 standards.

14 I appreciate the COMMISSIONER BROWN: 15 explanation. And, you know, we did just pass the 16 storm protection rule last year, and I know there 17 is not language in there, but I do want to make 18 sure that utilities are encouraged to continue to 19 strive for getting the lowest cost possible when 20 they -- when that rule -- when that rule develops 21 and as they pursue more undergrounding facilities, 22 is there a way that we can struck the language to 23 achieve that policy? 24

MS. COWDERY: I would say generally, you know, a policy statement is not what you have in a rule.

1 The rule is supposed to have -- it, you know, 2 includes any form which specifically -- where you 3 have information that is specifically required, or 4 imposes requirements.

5 The problem with a policy is it's not specific enough for the Commission to say whether or not you 6 7 have met that policy. Policies of the Commission 8 can be, you know, expressed as -- as part of reviewing applications or in orders; but as far as 9 10 putting that specific language in a rule form, 11 it -- it needs to have a specific requirement. For 12 instance, you know, we've got rules that address 13 rights-of-ways and easements. We've got a rule 14 that addresses installation of underground 15 distribution systems within new under -- new 16 subdivisions, and those rules require specific 17 information. And then the review of that 18 language -- of that information is what is used to 19 effectuate the policy of having the lowest cost. 20 So I guess the answer is, no, you can't put 21 specific -- at least the policy language that shows 22 up in 25-6.081, the way that is written is not --23 is not something that we can translate into a rule 24 form. It's more of the, you know, the good 25 management of the utility and the -- the policies

1 we like to see.

2 COMMISSIONER BROWN: So really, from what I 3 understand then, because JAPC needs specific 4 criteria, and that language is more policy driven, 5 the Commission needs to develop that policy through 6 probably case law as we review these -- these 7 dockets. 8 MS. COWDERY: Yes, Commissioner. Okay. 9 COMMISSIONER BROWN: Thank you. 10 Thank you, Commissioner CHAIRMAN CLARK: 11 Brown. 12 Any other Commissioner have any questions? 13 Commissioner Fay. 14 COMMISSIONER FAY: Thank you, Mr. Chairman. 15 And my question is specific to rule 25-6.104, 16 unauthorized use. It's probably a question for 17 staff. 18 So the -- the language that we are changing 19 there speaks to the time period at issue for the 20 calculation of what that -- that amount would be. 21 I -- I know we see occasionally cases where 22 somebody -- the meter has been tampered with, and 23 depending on how far back it goes, it could be a 24 very long time period that they are assessed that 25 difference in what the meter should have been

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running at and not running at.

2 I am assuming because of smart meters, we 3 are -- we are going to probably see less and less of that, and the data will show when there is 4 5 deviation. But I think when I -- when I look at the rule, it's clear that if this is for a time 6 7 period issue, it's only applying to the individual 8 that is at that unit at the time of -- of the 9 deviated charge. So if somebody moves into a unit 10 where a meter has been tampered with, that they 11 would only then be held responsible for the time 12 period that they live at that unit and not for the 13 difference that applied before they entered in --14 they moved in and activated an account with the 15 utility. And if that's something that staff can't 16 answer, maybe a utility could. 17 Commissioner, this is Kathryn MS. COWDERY: 18 That is my understanding. Cowdery. 19 CHAIRMAN CLARK: Any other staff member have 20 any --21 Anybody from the utility COMMISSIONER FAY: 22 that could clarify that that -- that it would be 23 limited to that new account? 24 MR. RUBIN: Yes, Commissioner Fay, this is Ken 25 Rubin for FPL and Gulf.

1 With the exception of the situation where two 2 people are living in the same apartment, let's say, 3 and they change the account from one name to the 4 other, you know, we would look at that as a meter 5 theft situation. But certainly, if a new, you know, a new customer unrelated to the customer who 6 7 theoretically had tampered with the meter moves 8 into the unit, we would not go back, you know, in 9 time to when the prior occupant had tampered with 10 the meter and try and charge somebody who is 11 completely unrelated to that prior resident for 12 that electricity theft. 13 We obviously have a zero, you know, zero 14 tolerance policy for meter theft, for electricity 15 theft, but we certainly would not attempt to

collect from somebody who is completely unrelated.

COMMISSIONER FAY: Perfect. Yeah.

And -- and obviously that there should be zero tolerance for theft as it impacts all -- all the ratepayers.

Just, I guess, one -- one quick follow-up really, and I -- I think there is separations. So if somebody has moved in and there is an issue of that -- that amount, or that difference, other than the -- the roommate example that you were given,

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1 they would -- there is essentially the civil 2 component where -- or I should say the regulatory 3 component, where they with pay that difference, but there is also a potential, if there is evidence 4 5 that they have hacked the meter, that there is other enforcement provisions available against 6 7 And I apologize, Mr. Rubin, I think no good them. So -- so you volunteered 8 deed goes unpunished. 9 that first answer, so I will redirect my follow-up 10 at you. 11 MR. RUBIN: Yes, Commissioner Fay. 12 Absolutely, in a situation where meter tampering 13 and electricity theft is identified and confirmed, 14 there can certainly be criminal prosecution, as 15 well as civil actions against that individual. 16 COMMISSIONER FAY: Okav. Great. Thank you. 17 That's all I needed, Mr. Chair. I am glad that, you know, JAPC pointed these out to us. 18 Ι 19 think they are good cleanup, and hopefully we can 20 get them out without any changes. 21 Thank you, Commissioner Fay. CHAIRMAN CLARK: 22 Any other questions? 23 I will entertain a motion.

24 COMMISSIONER FAY: Mr. Chairman, with that, I
25 will move staff recommendation on all issues.

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1	COMMISSIONER BROWN: Second.
2	CHAIRMAN CLARK: I have a motion and a second.
3	Any discussion?
4	All in favor, say aye.
5	(Chorus of ayes.)
6	CHAIRMAN CLARK: Opposed?
7	COMMISSIONER POLMANN: Aye.
8	CHAIRMAN CLARK: Was that a Commissioner
9	Polmann, are you in favor?
10	COMMISSIONER POLMANN: Yes.
11	CHAIRMAN CLARK: Okay. Thank you.
12	COMMISSIONER POLMANN: I said aye.
13	CHAIRMAN CLARK: It was a little bit of a
14	delay there. I was already take going the no vote
15	when your yay came through, so I just wanted to
16	make absolutely certain.
17	All right. Item is approved unanimously.
18	COMMISSIONER POLMANN: Yeah, I think I I
19	spoke at the same time someone else did.
20	CHAIRMAN CLARK: All right. We are all good.
21	(Agenda item concluded.)
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1	CERTIFICATE OF REPORTER
2	STATE OF FLORIDA ) COUNTY OF LEON )
3	COUNTY OF LEON )
4	
5	I, DEBRA KRICK, Court Reporter, do hereby
6	certify that the foregoing proceeding was heard at the
7	time and place herein stated.
8	IT IS FURTHER CERTIFIED that I
9	stenographically reported the said proceedings; that the
10	same has been transcribed under my direct supervision;
11	and that this transcript constitutes a true
12	transcription of my notes of said proceedings.
13	I FURTHER CERTIFY that I am not a relative,
14	employee, attorney or counsel of any of the parties, nor
15	am I a relative or employee of any of the parties'
16	attorney or counsel connected with the action, nor am I
17	financially interested in the action.
18	DATED this 11th day of September, 2020.
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22	Debbri R Krici
23	DEBRA R. KRICK
24	NOTARY PUBLIC COMMISSION #HH31926
25	EXPIRES AUGUST 13, 2024

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