Corbett & Schreck, P.C.

Attorneys at Law 9525 Katy Freeway., Suite 420 Houston, Texas 77024 Bus: (713) 464-5759 Fax: (713) 461-9109

October 20, 1999

ORIGINAL

Matthew M. Schreck Email: matt@neosoft.com

Ms. Blanca S. Bayo, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oaks Boulevard Tallahassee, FL 32399-0850

> In Re: Petition of Tampa Electric Company to Close Rate Schedules IS-3 and IST-3, and approve New Rate Schedules GSLM-2 and GSLM-3 Docket No. 990037-EI

Dear Ms. Blanco:

Enclosed please find for filing an original and fourteen copies of the "Supplement to Petition to Intervene of Coronet Industries, Inc." in the above-referenced proceeding. An extra copy of this document is enclosed to be time-stamped and returned in the enclosed self-addressed, stamped envelope.

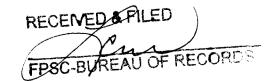
Please call me if you have any questions) Thank you for your assistance with this matter.

Very truly your Matthew M. Schreck

Attorney for Coronet Industries, Inc.



AFA APP CAF CMU CTR Enclosures EAG LEG MAS OPC PAI SEC WAW 10/22/99



DOCUMENT NUMBER-DATE 12874 OCT 20 8 FPSC-DECORDS/REPORTING

Douglas Corbett Email: dlcorbe@ibm.net



BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Petition of Tampa Electric)Company to Close Rate Schedules)IS-3 and IST-3, and approve)new Rate Schedules GSLM-2 and GSLM-3)

DOCKET No. 990037-EI FILED: October 20, 1999

SUPPLEMENT TO PETITION TO INTERVENE OF CORONET INDUSTRIES, INC.

Pursuant to Fla. Admin Code Rule 28-106.205, Coronet Industries, Inc. ("Coronet")

hereby files this Supplement to the Petition to Intervene ("Petition") filed by Coronet in the above-

styled proceeding on February 9, 1999.¹ In support of this Supplement, Coronet respectfully states

the following:

I.

The name, address, telephone number, and facsimile number of the petitioner are:

Coronet Industries, Inc. 4082 Coronet Road Plant City, Florida 33564-0760 (813) 752-1161 (813) 754-8558 (FAX)

II.

The name, address, telephone number, and facsimile number of the attorney and

qualified representative of the petitioner are:

Dave Hines Vice President — General Affairs Coronet Industries, Inc. 4082 Coronet Road Plant City, Florida 33564-0760 (813) 752-1161 (813) 754-8558 (FAX)

¹ By order issued on May 4, 1999, the Florida Public Service Commission ("FPSC") granted Coronet's Petition. By order issued on June 1, 1999, the FPSC authorized the undersigned to act as Coronet's Qualified Representative in the above-styled proceeding.

Matthew M. Schreck Corbett & Schreck, P.C. 9525 Katy Freeway, Suite 420 Houston, Texas 77024 (713) 464-5759 (713) 461-9109 (FAX)

III.

On October 1, 1999, the Florida Industrial Power Users Group ("FIPUG") filed a "Petition

for Formal Proceeding on Proposed Action in Order No. PSC-99-1778-FOF-EI" (the "FIPUG

Petition"), requesting that the FPSC convene a hearing to address the issues raised therein. In

particular, FIPUG demanded the following relief:

,

- 1. That Tampa Electric Company's ("TECo") Interruptible Service-3, Interruptible Service Time of Use-3 and Interruptible Standby and Supplemental Service-3 rate schedules not be closed to new customers;
- 2. That TECo's proposed General Industrial Load Management Rider (GSLM-2) and General Service Industrial Standby and Supplemental Load Management Rider (GSLM-3) be rejected in favor of adding additional load under the provisions of IS-3 if additional non-firm load is justified and needed;
- 3. That TECo place restrictions on wholesale transactions which imperil service to nonfirm customers as a condition to closing the IS-3 rate schedule or opening the additional non-firm schedules at a higher price to firm and non-firm customers;
- 4. If the Commission finds that non-firm load presently or in the future will exceed installed capacity in violation of TECo's commitment in Docket 970408-EI what remedies should be provided to protect the substantial interests of interruptible customers?; and
- 5. That the Commission provide such other relief as it deems appropriate.

The FIPUG Petition was prompted by the FPSC's "Order Approving Closure of Interruptible

Service Rate Schedules to New Customers and Approving New Load Management Rate Schedules,"

which was issued on September 10, 1999 in the above-styled proceeding (the "September 10th

Order"). The September 10th Order, among other things, approved TECo's closing of its two interruptible rate schedules and the establishment of the GSLM-2 and GSLM-3 services in lieu thereof.

As part of the grounds underlying its requested relief, FIPUG's Petition stated:

FIPUG non-firm customers have been interrupted or subjected to unprecedented purchased power costs over the last 24 months. On information and belief, these interruptions and extraordinary purchased power costs have come about because of TECo's failure to build sufficient capacity to meet the demand of its firm and non-firm customers and because its transactions in the competitive wholesale market have snubbed the cardinal principal ["It is assumed that the sum of the firm load which can be reliably served and the maximum non-firm load at the time of peak should not exceed the capacity of its generating system."] FIPUG demands strict proof that TECO's generating capacity exceeds the maximum firm and non-firm load at the time of summer and winter peaks. *Mimeo at 3.*²

IV.

FIPUG's Petition requests that the FPSC address several issues that directly impact Coronet,

as an existing customer of TECO under Rate Schedule IS-3.

In particular, Coronet has been both interrupted as well as invoiced excessive charges for power purchases during the past year. Such interruptions and excessive power costs appear to be the result of the same facts of which FIPUG's Petition now complains — the lack of sufficient generating capacity of TECo to satisfy peak demand on its system and the purchase of interruptible power from third-party utilities at exorbitant costs. Because Coronet has no power supply

² FIPUG included the following among the disputed issue of facts to be addressed by the FPSC:

Should retail non-firm customers be required to pay higher prices for purchased power when there is a forced outage of a TECo power plant due to the fact that Rule 25-6.035(5), Florida Administrative Code, enables other Florida utilities to charge TECo higher peak period market rates rather than cost-based emergency rates TECo charges the other utilities when it diverts generators in the retail rate base away from its non-firm customers to meet demands of other utilities' customers. *Mimeo at 5*.

alternatives, obtaining the relief sought by FIPUG is of great interest to Coronet.

Accordingly, Coronet supports FIPUG's Petition, and urges the FPSC to institute a formal proceeding to investigate the issues raised therein and to issue an order in response thereto, including the granting of the relief sought by FIPUG.

V.

WHEREFORE, Coronet respectfully requests that this Supplement be made part of the record in this proceeding, and that the FPSC institutes a formal proceeding to investigate the issues raised by FIPUG's Petition and issue an order in response thereto, including the granting of the relief sought by FIPUG.

> Respectfully submitted, CORONET INDUSTRIES, INC.

Matthew M. Schreck

Corbett & Schreck, P.C. 9525 Katy Freeway, Suite 420 Houston, Texas 77024 (713) 464-5759

Attorney for Coronet Industries, Inc.

Dated: October 20, 1999

I hereby certify that I have this day served the foregoing document upon the following parties by first-class, U.S. Mail, on this 20th day of October, 1999:

Lee L. Willis James D. Beasley Ausley & McMullen Post Office Box 391 Tallahassee, FL 32302

× , ,

Angela L. Llewellyn Administrator, Regulatory Coordination Tampa Electric Company P.O. Box 111 Tampa, FL 33602

Florida Industrial Power Users Group C/o John McWhirter, Jr. McWhirter Reeves P.O. Box 3350 Tampa, FL 33601-3350

McWhirter Law Firm Joseph McGlothlin/Vicki Kaufman 117 S. Gadsden St. Tallahassee, FL 32301

Florida Industrial Cogeneration Assoc. c/o Richard Zambo, Esq. 598 SW Hidden River Ave. Palm City, FL 34990

Lykes Meat Group, Inc. Tim Sinskey P.O. Box 518 Plant City, FL 33564

Joseph McGlothlin/Vicki Kaufman 117 S. Gadsden St. Tallahassee, FL 32301 Salem Law Firm Richard Salem 101 E. Kennedy Blvd, #3200 Tampa, FL 33601

.

Telecommunications Resellers Assoc. Andrew Isar 3220 Udenberg Lane, Suite 4 Gig Harbor, WA 98335

Matthew M. Schreck