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August 13, 2001

HAND DELIVERED

Mr. Todd Bohrmann  
Division of Safety & Electric Reliability  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0850

Mr. Wm. Cochran Keating  
Staff Counsel  
Division of Legal Services  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0850

Re: FPSC Docket No. 010001-EI – Fuel and Purchased Power Cost  
Recovery Clause and Generation Performance Incentive Factor

Dear Mr. Bohrmann and Mr. Keating:

Commission Order No. 13694, issued in Docket No. 840001-EI on September 20, 1984 states:

When a utility becomes aware that its projected fuel revenues . . . will result in an over- or under-recovery in excess of 10% of its projected fuel costs for the period, the utility shall so advise the Commission through a filing promptly made. . . .

On March 21, 2001 the Commission issued Order No. PSC-01-0709-PCO-EI approving a mid-course correction to Tampa Electric's fuel and purchased power cost recovery factors. That order also deferred approximately \$55 million of Tampa Electric's then projected underrecovery for collection in 2002.

Tampa Electric has now determined that its projected fuel and purchased power cost underrecovery for the balance of the current 2001 cost recovery period may be greater than the ten percent notification threshold set forth in Order No. 13694, depending upon whether the previously deferred \$55 million underrecovery amount is included in the calculation. If it is included, Tampa Electric's current projected underrecovery for 2001 is greater than the ten percent threshold. If the previously addressed \$55 million is excluded from the calculation, the remaining underrecovery is well below the ten percent threshold. In an effort to keep the Commission fully informed, Tampa Electric wanted to provide the Commission with this information.

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8-13-01

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Order No. 13694 further states:

In light of certain timing considerations a utility may choose, in lieu of requesting a hearing, to inform the Commission, the Staff and the intervenors that a greater than ten percent over- or under-recovery is projected to occur.

In view of the timing of this determination, Tampa Electric is not requesting a mid-course correction but, instead, will seek recovery of the projected 2001 underrecovery as a component of the company's 2002 fuel factors.

Sincerely,



James D. Beasley

JDB/pp

cc: Blanca S. Bayo, Director  
Division of Records and Reporting

All Parties of Record

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Mr. William Cochran Keating, IV  
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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true copy of the foregoing letter to Mr. Todd Bohrmann and Mr. Cochran Keating IV, filed on behalf of Tampa Electric Company, has been furnished by hand delivery (\*) or U. S. Mail on this 13<sup>th</sup> day of August, 2001 to the following:

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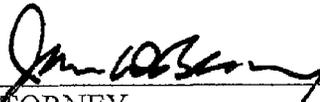
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