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COMMISSION R. ALEXANDERRICENN Deputy General Counsel - Florida

VIA U.S. MAIL

May 17, 2005

Ms. Blanca S. Bayo, Director Division of the Commission Clerk and Administrative Services Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, Florida 32399-0850

Re: Petition for rate increase of Progress Energy Florida, Inc.; Docket 050078-EI

Dear Ms. Bayo:

Enclosed please find a copy of Progress Energy Florida's synopsis of its rate request approved by the Florida Public Service Commission Staff and mailed on May 17, 2005 to the main county libraries within PEF's service area as well as to the chief executive officer of each county and municipality within such service area. An affidavit regarding mail delivery service and the mailing list for the synopsis are enclosed.

Please contact me if you have any questions.

CMP COM	5
CTR .	
ECR	RAG:at Enclosures
GCL	c: Parties of record (w/enclosures)
OPC	
MMS	
RCA	
SCR	
SEC	1
OTH	Progress Energy Service Company, LLC P.O. Box 14042 St. Petersburg, FL 33733

Sincerely,

R. Alexander Glenn

IS B W 61 AVN SO VELLED HELLACIN POCUMENT NUMBER-DATE D4879 MAY 19 8

FPSC-COMMISSION CLERK

Mayor George Mariani, Jr. Town of Belleair 901 Ponce De Leon Blvd. Belleair, FL 33756

Mayor John Robertson Town of Belleair Shore 620 Gulf Boulevard Belleair Shore, FL 33786

Mayor Michael Yakes City of Gulfport 2401 53rd Street South Gulfport, FL 33707

Mayor William Smith Town of Kenneth City 6000 54th Ave. North Kenneth City, FL 33709

Mayor William Queen Town of North Redington Beach 190 173rd Avenue North Redington Beach FL 33708

Mayor Bob Fountaine Town of Redington Beach 105 164th Ave. Redington Beach, FL 33708

Mayor Ward Friszolowski City of St. Pete Beach 155 Corey Avenue St. Pete Beach, FL 33706

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Mayor Danny Johnson City of Jennings P.O. Box 95 Jennings, FL 32053 Mayor Rudy Davis City of Belleair Beach 444 Causeway Blvd. Belleair Beach, FL 34635

Mayor Frank Hibbard City of Clearwater 112 South Osceola Ave. Clearwater, FL 33758

Mayor William Ockunzzi City of Indian Rocks Beach 1507 Bay Palm Blvd. Indian Rocks Beach, FL 34635

Mayor Robert Jackson City of Largo 201 Highland Ave. Largo, FL 33770

Mayor Jerry Beverland City of Oldsmar 100 State Street West Oldsmar, FL 34677

Mayor J.J. Beyrouti Town of Redington Shores 17425 Gulf Boulevard Redington Shores, FL 33708

Mayor Rick Baker City Of St. Petersburg 175 5th Street North St. Petersburg, FL 33701

Mayor Beverly Billiris City of Tarpon Springs 324 E. Pine Street Tarpon Springs, FL 34688

Mayor Jim Brown City of Carrabelle P.O. Drawer 569 Carrabelle, FL 32322

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Mayor Donald Taber Town of Indian Shores 19305 Gulf Blvd. Indian Shores, FL 34635

Mayor Charles Parker City of Maderia Beach 300 Municipal Drive Maderia Beach, FL 33708

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Mayor Dottie Reeder City of Seminole 7464 Ridge Road Seminole, FL 33772

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Mayor Matthew Hawkins City of Jasper Rt. 1, Box 13 Jasper, FL 32052

Mayor Chuck Risinger City of Mexico Beach P.O. Box 13425 Mexico Beach, FL 32410 Mayor Julie Conley City of Monticello 245 S. Mulberry St. Monticello, FL 32344

Mayor Derrick Elias City of Quincy 404 W. Jefferson St. Quincy, FL 32351

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Mayor Daniel Hewett Town of Mayo P.O. Box 56 Mayo, FL 32066

Mayor P. Hutchinson Brock II City of Dade City P.O. Box 1355 Dade City, FL 33526

Mayor Mark Abbott City of Port Richey 6333 Ridge Road Port Richey, FL 34668

Mayor Russell Hauck City of Altamonte Springs 225 Newburyport Ave. Altamonte Springs, FL 32701

Mayor Carmen Rosamonda City of DeBary 137 S. Highway 17-92 DeBary, FL 32713

Mayor Mark Shuttleworth City of Lake Helen P.O. Box 39 Lake Helen, FL 32744

Mayor Sascha Rizzo City of Maitland 1776 Independence Lane Maitland, FL 32751 Mayor Pam Feagle City of Perry 405 Bishop Blvd. Perry, FL 32347

Mayor Robert Greener City of Sopchoppy P.O. Box 218 Sopchoppy, FL 32358

Mayor Don Owens Town of Branford 604 NW Suwannee Ave. Branford, FL 32008

Mayor Joe Johnston III City of Brooksville 201 Howell Ave. Brooksville, FL 34601

Mayor Bob Plaisted City of Inverness 212 W. Main Street Inverness, FL 34450

Mayor Roy Pierce City of San Antonio 32819 Pennsylvania Ave. San Antonio, FL 33576

Mayor John Land City of Apopka P.O. Box 1229 Apopka, FL 32704

Mayor Robert Apgar City of DeLand 120 S. Florida Ave. DeLand, FL 32720

Mayor Thom Greene City of Lake Mary P.O. Box 958445 Lake Mary, FL 32795

Mayor Albert Erwin City of Orange City 205 E. Graves Ave. Orange City, FL 32763 Mayor Frank Pate, Jr. City of Port St. Joe P.O. Box 670 Port St. Joe, FL 32457

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Mayor Ernestine Kinsey Town of Lee P.O. Box 9367 Lee, FL 32059

Mayor Ronald Kitchen Jr. City of Crystal River 123 NW Highway 19 Crystal River, FL 34428

Mayor Dan Tipton City of New Port Richey 5919 Main Street New Port Richey, FL 34652

Mayor W. Cliff McDuffie City of Zephyrhills 5335 Eighth Street Zephyrhills, FL 33540

Mayor Robert Goff City of Casselberry 95 Triplet Lake Circle Casselberry, FL 32707

Mayor John Masiarczyk City of Deltona 245 Providence Blvd. Deltona, FL 32725

Mayor H.G. Butch Bundy City of Longwood 175 W. Warren Ave. Longwood, FL 32750

Mayor Tom Walters City of Oviedo 400 Alexandria Blvd. Oviedo, FL 32765 Mayor Linda Kuhn City of Sanford 300 N. Park Ave. Sanford, FL 32771

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Mayor Ralph Berry City of Center Hill P.O. Box 649 Center Hill, FL 33514

Mayor Kenneth Lee City of Cross City P.O. Box 417 Cross City, FL 32628

Mayor Truett George Jr. City of Fort White P.O. Box 129 Fort White, FL 32038

Mayor James Stroup City of Reddick P.O. Box 99 Reddick, FL 32686

Mayor John Glanzer City of Newberry P.O. Box 369 Newberry, FL 32669

Mayor Stephen Croft City of Webster P.O. Box 28 Webster, FL 33597

Mayor Dianne Dubberly City of LaCrosse P.O. Box D LaCrosse, FL 32658 Mayor Kip Marchman City of Winter Park 401 Park Ave. South Winter Park, FL 32789

Mayor Jean Calderwood City of Alachua P.O. Box 9 Alachua, FL 32616

Mayor Beatrice Mongo City of Bronson 660 E. Hatthaway Ave. Bronson, FL 32621

Mayor Sunshine Baynard City of Chiefland 214 E. Park Ave. Chiefland, FL 32626

Mayor John Taylor City of Dunnellon 20750 River Drive Dunnellon, FL 34431

Mayor Kirk Eppenstein City of High Springs P.O. Box 1008 High Springs, FL 32643

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Mayor Gerald Ergle City of Ocala 151 SE Osceola Ave. Ocala, FL 34471

Mayor Ed Wolf City of Wildwood 100 N Main Street Wildwood, FL 34785

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Mayor Joe Aufmuth City of Micanopy P.O. Box 137 Micanopy, FL 32667

Mayor Pete Randolph City of Trenton 114 N Main Street Trenton, FL 32693

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Mayor Marilyn Aker Town of Zolfo Springs P.O. Box 162 Zolfo Springs, FL 33890

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Mayor Helen Pearce Town of Montverde P.O. Box 560008 Montverde, FL 34756

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Mayor Leo Longworth City of Bartow 450 N. Wilson Ave. Bartow, FL 33831 Mayor Kathy Stark Town of Oakland P.O. Box 98 Oakland, FL 34760

Mayor Jack Quesinberry City of Winter Garden 900 W. Plant Street Winter Garden, FL 34787

Mayor George Hensley Jr. City of Sebring 368 S. Commerce Ave. Sebring, FL 33870

Mayor Larry Hadden City of Frostproof P.O. Box 308 Frostproof, FL 33843

Mayor L. Alex Wheeler City of Lake Wales P.O. Box 1320 Lake Wales, FL 33859

Mayor Kim Miller City of Davenport P.O. Box 125 Davenport, FL 33836

Mayor Stanley Sloan City of Mascotte P.O. Box 56 Mascotte, FL 34753

Mayor Frank Royce City of Eustis P.O. Drawer 68 Eustis, FL 32727

Mayor James Yatsuk City of Mt. Dora P.O. Box 176 Mt. Dora, FL 32756

Mayor Connie Fleetwood City of Groveland 156 S. Lake Ave. Groveland, FL 34736 Mayor Scott Vandergrift City of Ocoee 150 N. Lakeshore Drive Ocoee, FL 34761

Mayor Thomas Macklin City of Avon Park 110 E. Main Street Avon Park, FL 33825

Mayor Randall Mink City of Bowling Green P.O. Box 608 Bowling Green, FL 33834

Mayor Andrew Bryan Town of Hillcrest Heights P.O. Box 129 Babson Park, FL 33827

Mayor Kevin Kitto Town of Dundee P.O. Box 1000 Dundee, FL 33838

Mayor Roy Tyler City of Haines City P.O. Box 1507 Haines City, FL 33845

Mayor Randall Moye Jr. City of Minneola P.O. Box 678 Minneola, FL 34755

Mayor Scott Kearney Town of Howey-in-the-Hills P.O. Box 67 Howey-in-the-Hills, FL 34737

Mayor John Davis Town of Lady Lake 509 Fennell Blvd. Lady Lake, FL 32159

Mayor JoAnn Huggins City of Umatilla P.O. Box 2286 Umatilla, FL 32784 Mayor Bob Elliott City of Fort Meade 8 West Broadway Fort Meade, FL 33841

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Mayor John Christian City of Leesburg 501 W. Meadows St. Leesburg, FL 34749 Mayor Mike Easterling City of Winter Haven 451 3rd Street NW Winter Haven, FL 33881 Mayor William White City of Fruitland Park 506 W. Breckman St. Fruitland Park, FL 34748 St. Petersburg Public Library 3745 Ninth Avenue North St. Petersburg, FL 33713

Leon County Public Library 200 W. Park Ave. Tallahassee, FL 32301

Hart Memorial Central Library 211 E. Dakin Ave. Kissimmee, FL 34741

J. Rhein Central Branch Library 215 N. Oxford Road Casselberry, FL 32707

Wakulla County Public Library 4330 Crawfordville Highway Crawfordville, FL 32326

Hernando County Main Library 238 Howell Avenue Brooksville, FL 34601

Dixie County Public Library Dixie Plaza, Hwy. 19 Cross City, FL 32628

Gadsden County Public Library 341 East Jefferson Street Quincy, FL 32351

Gulf County Public Library Highway 71 North Port St. Joe, FL 32456

Tavares Public Library 314 N New Hampshire Avenue Tavares, FL 32778 Alachua County Library 401 E. University Avenue Gainesville, FL 32601

Central Ridge Library 425 W. Roosevelt Blvd. Beverly Hills, FL 34465

Bartow Public Library 2150 S. Broadway Avenue Bartow, FL 33830

John F. Germany Public Library 900 North Ashley Drive Tampa, Florida 33602

Jefferson County Public Library 260 N. Cherry Street Monticello, Florida 32344

Hardee County Public Library 315 N 6th Avenue, Suite 114 Wauchula FL 33873

Flagler County Public Library 2500 Palm Coast Parkway NW Palm Coast, FL 32137

Columbia County Public Library 308 NW Columbia Avenue Lake City, FL 32055

Gilchrist County Public Library 105 N.E. 11th Street P.O. Box 128 Trenton, FL 32693

Levy County Public Library Luther Callaway Public Library 104 NE 3rd Street Chiefland, FL 32626 Ocala Public Library 15 E. Osceola Ave. Ocala, FL 34471

Orlando Public Library 101 E. Central Blvd. Orlando, Florida 32801

Zephyrhills Public Library 5347 8th Street Zephyrhills, FL 33542

Holly Hill Public Library 1066 Ridgewood Ave. Holly Hill, FL 32117

Bay County Public Library 25 West Government St. Panama City, FL 32401

Highlands County Main Library 319 W Center Avenue Sebring FL 33870

Franklin County Public Library P.O. Box 722 Eastpoint, FL 32328

Lafayette Public Library P.O. Box 418 Mayo, FL 32066

Hamilton County Library Rt. 4 Box 3 Jasper, FL 32052

Liberty County Public Library P. O. Box 697 Bristol, FL 32321 Madison County Public Library 1000 College Drive Madison, FL 32340

Taylor County Public Library 403 N. Washington St. Perry, FL 32347

Winter Park Public Library 460 E. New England Ave. Winter Park, FL 32789 Bushnell Public Library 402 N. Florida Street Bushnell, Florida 33513

Brevard County Public Library 308 Forrest Ave. Cocoa, FL 32922 Suwannee River Regional Library 1848 Ohio Avenue South Live Oak, FL 32064

Clearwater Public Library 100 N. Osceola Ave. Clearwater, FL 33755

ORIGINAL

SYNOPSIS OF PROGRESS ENERGY FLORIDA RATE REQUEST

I. <u>Summary of Rate Case</u>

On April 29, 2005, pursuant to Chapter 366, Florida Statues, Progress Energy Florida, Inc. ("PEF" or the "Company") petitioned the Florida Public Service Commission (the "Commission" or "FPSC") for approval of a permanent increase in rates and charges sufficient to generate additional total annual base revenues of approximately \$206 million for electric service provided to customers beginning January 1, 2006. The requested increase would provide PEF with a reasonable opportunity to earn a fair rate of return on the Company's investment in property used and useful in serving the public, including a 12.8% rate of return on the Company's common equity capital.

In addition to its request for an increase in base rates, PEF has requested approval of certain changes to the terms of existing rate schedules, the withdrawal of certain non-cost-effective interruptible and curtailable rate schedules closed to new customers since 1996, and the approval of changes in existing service charges and other, related adjustments. PEF further submitted its updated Depreciation, Nuclear Decommissioning, and Fossil Plant Dismantlement Cost Studies for approval by the Commission in accordance with Commission rules.

PEF last raised base rates in 1993. The Company also substantially reduced its base rates under the Stipulation and Settlement approved by the Commission in Order No. PSC-02-0655-AS-EI (the "Stipulation") in 2002.

Under the Stipulation, PEF's current base rates remain in effect until December 31, 2005.

The Company agreed it would not seek an increase in base rates that would take effect prior to

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FPSC-COMMISSION CLERK

January 1, 2006. PEF's Petition is consistent with its Stipulation. PEF has selected the period January 1, 2006 through December 31, 2006 as the test year for calculating the revenue deficiency in this case. A calendar year 2006 test year has been selected because it will best fulfill the purpose of a test year, which is to set rates based on costs and revenues that are representative of the period when the new rates will be in effect.

The details of the rate base, operation and maintenance expenses, and other factors driving the need for rate relief are more fully reflected in the testimony and exhibits of PEF's witnesses and the Minimum Filing Requirements ("MFRs") and schedules filed with PEF's petition.

There are several factors driving PEF's requested rate increase. For example, the Company will soon make additions to rate base in the amount of approximately \$500 million for its Hines 2 and Hines 3 combined-cycle generating units. Hines 2 will move fully into rate base when partial fuel clause cost recovery up to the level of fuel savings under the Stipulation expires in December 2005. Hines 3 is on schedule for an in-service date in December 2005 and, thus, will be added to the Company's rate base at that time. Additionally, the Company has added further to rate base through investments of approximately \$1.3 billion to achieve operational improvements in its nuclear, fossil steam, combined-cycle, and combustion turbine power plants since 2001. In addition, PEF will invest an additional \$100 million in plant improvements between 2005 and 2006.

Another ongoing cost consideration is the need to replenish PEF's Storm Damage Reserve to ensure that sufficient funds are in place and available for the consequences of future hurricanes and severe storms. The Company's system suffered unprecedented damage in 2004 from Hurricanes Charley, Frances, Jeanne, and Ivan and incurred an estimated \$366 million in storm-related costs. PEF has requested recovery of the retail portion of its operation and maintenance ("O&M") expenses for repair of storm-related damages through the establishment of a Storm Cost Recovery Clause in Docket No. 041272-EI. The retail portion of the Company's storm-related capital costs, approximately \$50 million, however, will not be recovered through the Storm Cost Recovery Clause. Rather, these storm-related capital costs, which to this point have been absorbed by the Company, have been included in PEF's retail base rates that will be used for setting rates in this proceeding.

The costs associated with the 2004 hurricanes were enough to have depleted the \$46 million pre-hurricane balance in the Company's Storm Damage Reserve several times over. That balance had been produced by years of accruals to the reserve at the still-current amount of \$6 million a year, which is intended to cover certain hurricane and severe storm-related costs not covered by insurance. At this current accrual level, PEF believes that the Storm Damage Reserve will not reach adequate levels for many years, if ever. PEF requests, therefore, as part of its Petition that the annual base rate accrual to the Storm Damage Reserve be increased to \$50 million in order to restore the reserve and provide an adequate reserve level for the costs associated with future hurricanes and severe storms.

Finally, PEF's request includes an additional return on equity component for its efforts in maintaining low base rates, providing superior customer service, and achieving greater reliability levels for its customers. PEF states that the merger in 2000 contributed to PEF's improved efficiency and cost reductions and enabled the Company's base rate reductions to provide customers the benefit of over \$500 million in savings. Further, the Company's Commitment to Excellence initiative over the same time period enhanced PEF's quality of service by achieving greater reliability and customer satisfaction, among other achievements. PEF therefore believes

it has demonstrated its ability to manage effectively, as shown by its superior and outstanding performance. PEF believes it should be recognized and rewarded for its efforts with an additional return on equity component adjustment to the midpoint and range of the Company's authorized return on equity.

II. Comparison of the Present and Proposed Rates for Major Services

Attached to this Synopsis are pages 8-12 of PEF's MFR schedule A-3, which provides a comparison for all present and proposed rates.

III. Anticipated Major Rate Case Issues

The issues listed below are those that PEF currently anticipates may be the major issues raised in the rate case:

- 1. PEF's test year rate base;
- 2. PEF's test year working capital;
- 3. PEF's test year cost of capital;
- 4. PEF's test year net operating income; and
- 5. PEF's return on equity for the test year.

IV. Executive Summary Filed with the MFRs

A copy of the executive summary filed with PEF's MFRs is attached to this Synopsis.

V. <u>Description of the Ratemaking Process</u>

A. What parties are involved in the ratemaking process?

A utility rate case can involve a number of different parties, however, they always involve:

1. **The FPSC Commissioners** - The governing body of a utility rate case in Florida is the Florida Public Service Commission ("FPSC"). The FPSC is made up of five Commissioners, who are all appointed by the Governor. Upon the filing of a rate case, the FPSC chairman makes a determination as to whether the case will be heard by all five commissioners or assigned to a panel. Those commissioners preside over the rate case, and all decisions on the issues raised in the case will be made based on the evidence presented.

2. The FPSC Staff - The Commission is supported by a staff of over 300 professionals, including attorneys who assist with legal issues, engineers who conduct inspections of various premises and equipment, accountants who conduct audits of utilities relevant accounts, rate and financial analysts, and consumer affairs specialists who investigate complaints filed against the utility. Together, the FPSC staff plays an integral role in assisting the Commission during the commencement of a rate case.

3. **The Office of Public Counsel** - The citizens of Florida are represented in every major rate case by the Office of Public Counsel ("OPC"). The OPC is staffed by attorneys, accountants, and rate and financial analysts. The Public Counsel, who is appointed by the state legislature, may also bring in outside consultants who will testify as expert witnesses during a rate case. The OPC will not only analyze the information a utility files, but may also present testimony from expert witnesses and citizens of the state who would like to testify during the course of the rate case.

4. **The Utility** - As with any proceeding in front of the Commission, the utility itself plays a significant role in a rate case. Through the Officers and support staff, utilities provide critical information concerning its operations, revenues, costs, and future economic forecasts. The utility may call witnesses to testify and may employ outside consultants to serve as expert witnesses.

5. The Interveners - In a rate case, any party whose interests are affected by the outcome of the case may file a petition with the FPSC to be an intervener. As with any other party to a rate case, an intervener may produce evidence, ask questions, and conduct direct and cross examinations of witnesses. Interveners are most commonly consumer, industrial, or commercial organizations and groups, but may also be citizens of the state.

B. What is involved in the ratemaking process? What information is considered?

1. A rate case commences with the utility submitting a letter to the FPSC informing the Commission of its intention to request a rate increase, and subsequently supplying the "test year" and filing date information.

2. The utility next files a formal request for a rate increase. In accordance with Commission Rules, this request must include properly completed Minimum Filing Requirements ("MFRs"). In conjunction with the filing of direct testimony of its witnesses, a utility's MFRs provide all parties with information about the financial condition of the utility. The MFRs contain facts and figures about a utility's costs, investments, and operations for the specified test year. As required by law, it is up to the utility to prove that the requested rate increase is necessary.

3. The Commission must render its final decision on the request within 12 months of the date upon which it determines that the utility has properly completed its MFRs. This period allows the FPSC, along with the OPC, and any intervener, time to compile all available information about the utility. Information requests may cover everything from what costs the utility incurs to how much it is charged in taxes. These requests may also ask for more information regarding a utility's construction expenditures, or other operating and financial matters. Meanwhile, the FPSC staff accountants will conduct an audit of the utility's accounts

and records. During this time period, additional testimony may be filed by any party pursuant to the schedule adopted by the FPSC.

4. Before a utility can take any action concerning the rates it charges its customers, the matter must be presented to the Commission in the form of hearings. These hearings are run in accordance with rules that are similar to those that courts employ. Information is presented through the use of testimony, and the witnesses are subsequently subject to cross-examination. When the final decision is reached, only information collected during the hearing may serve as a basis for this decision.

a. The first hearings in a rate case commence not long after filing and are scheduled by order of the FPSC. These "service hearings" take place throughout a utility's service area and provide the utility's customers an opportunity to discuss their experiences with the utility. These experiences, positive or negative, provide a basis for future issues that the Commission may choose to investigate prior to the resolution of the rate case.

b. The next set of hearings are much more technical. This set affords the parties an opportunity to present witnesses and to cross-examine other parties' witnesses. The information collected at these hearings is more focused on the financial issues that are being decided and testimony is usually quite extensive. It is not uncommon for these hearings to continue for a number of days. As information about various costs or expenditures is presented, the Commission is charged with determining which costs are necessary and prudent. Those that are not deemed to be necessary and

prudent are excluded from the utility's requested increase and consequently not charged to the ratepayers.

c. Just as the rules are quite similar to those that a court uses, the hearings also are recorded by a court reporter. The court reporters type out everything that is said during the hearings and create transcripts of the day's events. In bigger cases, these transcripts can total hundreds, if not thousands, of pages.

5. When the hearings are over, the parties then must summarize their legal position and arguments in the form of legal briefs, and file them with the Commission. The FPSC staff then evaluates these briefs in light of the evidence received at the hearings and develops formal recommendations that the Commission considers as it makes its final decision. All information filed with the Commission is made available to the public in Tallahassee except for information determined to be proprietary confidential business information that is exempt from public disclosure. The utility's MFRs are made available to the public in the utility's offices identified in Section VII, below.

6. The final decision is recorded on a vote sheet, which lists the numerous issues that require a decision to be made by the Commissioners.

7. The final step in a rate case is for the FPSC staff attorneys to prepare an order that states the background of the rate case, the decisions made, and the basis of those decisions. This order will also discuss any changes in the utility's rates, and the dates that these rates are to take affect. Upon the issuance of the order, any party may request that the FPSC reconsider any particular decision. Following this reconsideration, a dissatisfied party may appeal to the appropriate court.

VI. Time Schedule Established for the Rate Case

The Commission has set the following schedule for PEF's general rate case:

1. Service Hearings

Ocala July 20, 2005 11:00 a.m. City Council Chambers, City Hall, 2nd Floor 151 SE Osceola Avenue Ocala, Florida

Clearwater July 21, 2005 9:00 a.m. City Council Chambers, 3rd Floor, City Hall 112 South Osceola Avenue Clearwater, Florida

St. Petersburg July 21, 2005 6:00 p.m. City Council Chambers, 2nd Floor, City Hall 175 5th Street North St. Petersburg, Florida

Tallahassee September 7, 2005 9:30 a.m. Rm. 148, Betty Easley Conference Center 4075 Esplanade Way Tallahassee, Florida

- 2. Pre-hearing Conference August 15, 2005 (Tallahassee)
- 3. Technical Hearing September 7-9 and 12-16, 2005 (Tallahassee)

VII. Locations at which Complete MFRs Are Available for Inspection

Progress Energy FloridaWinter Park Public Library100 Central Avenue460 E. New England Ave.St. Petersburg, Florida 33701Winter Park, Florida 32789Leon County Public LibraryOcala Public Library

200 W. Park Ave. Tallahassee, Florida 32301 15 E. Osceola Ave. Ocala, Florida 34471

Clearwater Public Library 100 N. Osceola Ave. Clearwater, Florida 33755

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FLORIDA PUBLIC SERVICE COMMISSION	Explanation:	Provide the calculation of the requested full revenue requirements increase.		Туре о	f Data Shown:
Company: PROGRESS ENERGY FLORIDA INC.				— ·	ted Test Year Ended 'ear Ended
Docket No. 050078-E					cal Test Year Ended s: Portuondo / Slusser
(A)		(B)		(C)	
Line No. Description		Source		Amount (\$000)	
1 Jurisdictional Adjusted Rate Base		Schedule B-1	\$	4,640,452	
2 Rate of Return on rate Base Requested		Schedule D-1a	×	9.50%	
3 Jurisdictional Net Operating Income Requested		Line 1 x Line 2	\$	440,937	
4 Jurisdictional Adjusted Net Operating Income		Schedule C-1		314,983	
5 Net Operating Income Deliciency (Excess)		Line 3 - Line 4	\$	125,954	
6 Earned Rate of Return		Line 4/ Line 1 6.79%			
7 Net Operating Income Multiplier		Schedule C-44	<u>x</u>	1.6320	
8 Revenue Increase (Decrease) Requested		Line 5 x Line 7	\$	205,556	
9					
10					
11					

SCHEDULE A-1

FULL REVENUE REQUIREMENTS INCREASE REQUESTED

12/31/2006 12/31/2005 12/31/2004

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13

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Supporting Schedules: B-1, C-1, D-1a, C-44

14 Note: Totals may not add due to rounding.

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David Oshadidari

SCHEDULE A-2

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111.1 .

FLORIDA PUBLIC SERVICE COMMISSION

EXPLANATION: For each rate class, calculate typical monthly bills for present and proposed rates.

COMPANY: PROGRESS ENERGY FLORIDA INC

DOCKET NO .: 050078-E Type of Dala Shown: __X_ Projected Test Year Ended 12/31/06 ____ Prior Year Ended ___/__/_ Historical Test Year Ended Wit

Iness:	Portuondo /	Slusser
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			(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)	(N)	(0)	(P)	(Q)	(R)	(S)	(T)	(U)	' (V)
						Fuel			Present R					Eval		Bill Under I	•		0.07		Incr/ (I	Decr)	Cents	/KWH
		Data	т.	minol	Base	Fuel Chg	CCR Chg	ECCR	ECRC Chg	SCRC	GRT	Total	Base	Fuel Chg	CCR Chg	ECCR	ECRC	SCRC	GRT	T . (.)	•		_ .	
	Line	Rate Class	KW (a)	pical	Rate		•	Chg (d)	(e)	Chg (f)	Chg (g)	Bill	Rate	(b)	(c)	Chg (d)	Chg (e)	Chg	Chg	Total	\$	%	Present	•
	Line 1	RS-1	0	0	8.03	(b)	(c)	(0)	(6)		0.21	8.24	. 8.03	. (0)			(6)	(f)	(g) 0.21	Bill 8.24	<u>(N) - (H)</u>	0.00%	(H) / (B)	<u>(N) / (B)</u>
	2		Ŭ	Ū	0.00						0.27	0.24	. 0.00						0.21	0,24	-	0.00%	•	-
	3	RS-1	0	100	11.35	3.92	0.88	0.17	0.13	0.38	0.43	17.26	11.80	3.92	0.88	0.17	0.13	0.38	0.44	17.72	0.46	2.67%	17.262	17.723
	4																			_				
	5	RS-1	0	250	16.32	9.80	2.19	0.42	0.32	0.95	0.77	30.77	17.47	9.80	2.19	0.42	0.32	0.95	0.80	31.95	1.18	3.83%	12.308	12.779
	6																							
	7	RS-1	0	500	24.61	19.59	4.38	0.85	0.64	1.91	1.33	53.31	26.90	19.59	4.38	0.85	0.64	1.91	1.39	55.66	2.35	4.41%	10.663	11.132
	8																							
	9	RS-1	0	750	32.89	29.39	6.56	1.27	0.95	2.86	1.90	75.82	36.34	29.39	6.56	1.27	0.95	2.86	1.98	79.35	3.54	4.67%	10,109	10.581
2	10 11	RS-1	0	1,000	41,18	39,18	8.75	1.69	1,27	3.81	2.46	98.34	45.77	39.18	8.75	1.69	1.27	3.81	2.58	103.05	4.71	4.79%	0.024	10.005
	12	10-7	0	1,000	41.10	35.10	0.75	- 1.05	1.27	5.01	2.40	50.54	40.77	00.10	0.10	1.00	1.27	0.01	2.50	105.05	4.73	4.7970	9.834	10.305
	13	RS-1	0	1,250	51.97	48.98	10.94	2.11	1.59	4.76	3.09	123.44	57.71	48.98	10.94	2.11	1.59	4.76	3.23	129.32	5.89	4.77%	9.875	10.346
	14			,																				
	15	RS-1	0	1,500	62.76	58.77	13.13	2.54	1.91	5.72	3.71	148.54	69.64	58.77	13.13	2.54	1.91	5.72	3.89	155.60	7.06	4.75%	9.903	10.373
	16																							
	17	RS-1	0	2,000	84.33	78.36	17.50	3.38	2.54	7.62	4.97	198.70	93,51	78.36	17.50	3.38	2.54	7.62	5.20	208.11	9.42	4.74%	9.935	10.406
	18														00.05	c 03	0.04		2.00					
	19 80	RS-1	0	3,000	127.48	117.54	26.25	5.07	3.81	11.43	7.48	299.06	141.25	117.54	26.25	5.07	3.81	11.43	7.83	313.18	14.12	4.72%	9.969	10.439
	20 21	RS-1	0	5,000	213.78	195.90	43.75	8.45	6.35	19.05	12.49	499.77	236.73	195.90	43.75	8.45	6.35	19.05	13.08	523.31	23.54	4.71%	9.995	10.466
	25	NO-1	U	5,000	213.70	195.90	43.75	0.40	0.55	13.00	12.45	400.00	200.10	100.00	10.10	0.10	0.00	10.00	10.00	525.01	29.34	4.7170	9.990	10,400
	25 26 N	oles: (a)	Demand	Metered	ates are ca	lculated at	load fact	ors of 30%	60%. &	90% unles	s other us	se characte	ristics are	shown, 60)% and 90)% load fa	ctors are d	alculated u	ising a tim	e-of-use r	ate			
	27				resent and														iong a un	0 01 030 1	bie.			
	28	(c)		÷ ,	present and																			
	29	(d)	ECCR C	harges for	present ar	d propose	d rates ar	e calculate	ed at rate i	n effect as	of Januar	y 1, 2005.												

(e) ECRC Charges for present and proposed rates are calculated at rate in effect as of January 1, 2005. 30

(f) SCRC Charges provided for information purposes for present and proposed rates are those as filed for approval in Docket No.041272-El for the year 2005. 31

(g) Gross receipts tax applied on all charges at the current rate of 2.5461% -32

Supporting Schedules: E-13c, E-14 Supplement A

SCH	EDULE	A-2					FULI, REV	ENUE REC	UIREMENT	rs Bill Co	MPARISON	- TYPICAL	MONTHLY	BILLS								Page 2 of 6	;
COM		IC SERVICE DGRESS EN 050078-1	ERGY FLO				EXPLANA	TION: For a	each rate cla	uss, calcula	ate typical mo	onthly bills for	r present ar	nd proposed	l rates.					Prior	ected Test Y Year Ended	ear Ended 12	
-		(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(1)	(J)	(K)	(L)	(M)	(N)	(0)	(P)	(Q)	(R)	(S)	0_	(U)	(V)
						Monthly	Bill Under	Present F	Rates - \$					Monthly	Bill Under	Proposed	Rates - \$			Incr/ (Decr)	Cents	KWH
					Fuel	CCR	ECCR	ECRC	SCRC	GRT			Fuel	CCR	ECCR	ECRC	SCRC	GRT					
1 2	GS-1	0	0	10.62						0.27	10.89	10.62						0.27	10.89		0.00%	-	-
3 4	GS-1	0	100	14.27	3.92	0.79	0.16	0.12	0.36	0.50	20.12	14.74	3.92	0.79	0.16	0.12	0.36	0.52	20.61	0.49	2.44%	20.120	20.610
5 6	GS-1	0	250	19.74	9.80	1.98	0.39	0.31	0.90	0.85	33.97	20.93	9.80	1.98	0.39	0.31	0.90	0.88	35.19	1,22	3.59%	13.588	14.076
7 8	GS-1	0	500	28.86	· 19.59	3.97	0.79	0.62	1.79	1.43	57.05	31.24	19.59	3.97	0.79	0.62	1.79	1.49	59.49	2.44	4.28%	11.410	11.898
9 10	GS-1	0	·750	37.98	29.39	5.95	1.18	0.93	2.69	2.00	80.12	41.55	29.39	5.95	1.18	0.93	2.69	2.09	83.78	3.66	4.57%	10.683	11.171
11 12	GS-1	0	1,000	47.10	39.18	7.93	1.57	1.24	3.58	2.58	103.18	51.86	39.18	7.93	1.57	1.24	3.58	2.70	108.06	4.88	4.73%	10.318	10.806
13 14	GS-1	0	1,250	56.22	48.98	9.91	1.95	1.55	4.48	3.16	126.26	62.17	48.98	9.91	1.96	1.55	4.48	3.31	132.36	6.10	4.83%	10.101	10.589
15 16	GS-1	0	1,500	65.34	58.77	11.90	2.36	1.86	5.37	3.73	149.33	72.48	58.77	11.90	2.36	1.86	5.37	3.92	156.66	7.33	4.91%	9.955	10.444
17 18	GS-1	0	2,000	83.58	78.36	15.86	3.14	2.48	7.16	4.89	195.47	93.10	78.36	15.86	3.14	2.48	7.16	5.13	205.23	9.76	4.99%	9.774	10.262
19 20	GS-1	0	3,000	120.06	117.54	23.79	4.71	3.72	10.74	7,19	287.75	134.34 10.62	117.54	23.79	4.71	3.72	10.74	7.56	302.40	14.65	5.09%	9.592	10.080
21 22	GS-1	0	5,000	193.02	195.90	39.65	7.85	6.20	17.90	11.81	472.33	216.82	195.90	39.65	7.85	6.20	17.90	12.42	496.74	24.41	5,17%	9.447	9.935
23 24	GS-1	0	10,000	375.42	391.80	79.30	15.70	12.40	35.80	23.34	933.76	423.02	391.80	79.30	15.70	12.40	35.80	24.56	982.58	48.82	5.23%	9.338	9.826
25 26	GS-1	0	15,000	557.82	587.70	118.95	23.55	18.60	53.70	34.88	1,395.20	629.22	587.70	118.95	23.55	18.60	53.70	36,71	1,468.43	73.23	5.25%	9.301	9.790
27 N 28 29 30 31 32 33	lotes: (a) (b) (c) (d) (e) (f) (g)	Fuel Cha CCR Cha ECCR Ci ECRC Ci SCRC Ci	rges for pr arges for p narges for narges for narges pro	esent and present and present and present and present and	proposed r proposed d proposed d proposed formation (ales are c rales are c 1 rales are 1 rales are 1 rales are purposes f	alculated a alculated calculated calculated calculated or present	at rate in el at rate in e d at rate in d at rate in and propo	ffect as of J ffect as of effect as o effect as o osed rates	January 1 January 1 If January If January	, 2005. 1, 2005. 1, 2005. 1, 2005.	istics are sh approval in					culated usir	ng a time	-of-use rate.				

Supporting Schedules: E-13c, E-14 Supplement A

Recap Schedules:

1

SCHEDULE A-2

EXPLANATION: For each rate class, calculate typical monthly bills for present and proposed rates.

12

a) /

.

FLORIDA PUBLIC SERVICE COMMISSION

Type of Data Shown:
X Projected Test Year Ended 12/31/06
Prior Year Ended//
Historical Test Year Ended//_
Witness: Portuondo / Slusser

COMPANY: PROGRESS ENERGY FLORIDA INC

DOCKET NO.: 050078-EI

		(A)	(B)	(C)	(D)	(E)	(ዮ)	(G)	(H)	(I)	(J)	(K)	(L)	(M)	(N)	(0)	(P)	(Q)	(R)	(S)	(T)	(U)	(V)
						Monthly	/ Bill Under	Present	Rates - \$;			Monthly	Bill Under	Proposed	Rates - \$			Incr/ ((Decr)	Cents	s/KWH
					Fuel	CCR	ECCR	ECRC	SCRC	GRT			Fuel	CCR	ECCR	ECRC	SCRC	GRT					
	Rate	T	pical	Base	Chg	Chg	Chg	Chg	Chg	Chg	Total	Base	Chg	Chg	Chg	Chg	Chg	Chg	Total	\$	%	Present	Proposed
Line	Class	KW (a)	KWH	Rate	(b)	(c)	(d)	(e)	_(f)	(g)	Bill	Rate	(b)	(c)	(d)	(e)	(f)	(g)	Bill	(N) - (H)	(O) / (H)	(H) / (B)	(N) / (B)
1	GS-2	0	0	10.62						0.27	10.89	10.62						0.27	10.89		0.00%		
2																							
3	GS-2	0	100	11.99	3.92	0.51	0.12	0.10	0.17	0.43	17.24	12.60	3.92	0.51	0.12	0.10	0.17	0.45	17.87	0.63	3.65%	17.240	17.870
4	~~ ~											•											
5	GS-2	0	250	14.04	9.80	1.27	0.29	0.26	0.41	0.67	26.74	15.57	9.80	1.27	0.29	0.26	0.41	0.71	28.31	1.57	5.87%	10.696	11.324
5	<u> </u>				10 -0						10.50	00.54	10.50				0.00		10.04			0.540	o 4 40
/	GS-2	0	500	17.47	19.59	2.54	0.58	0.52	0.83	1.06	42.59	20.51	19.59	2.54	0.58	0.52	0.83	1.14	45.71	3.12	7.33%	8.518	9.142
9	GS-2	0	750	20.89	29.39	3.80	0.87	0.77	1.24	1.46	58.42	25.46	29.39	3.80	0.87	0.77	1.24	1.58	63.11	4.69	8.03%	7.789	8.415
-9 10	63-2	0	750	20.89	29.39	3.80	0.87	0.77	\$.∠4	1.40	J0.42	20.40	29.39	3.80	0.07	0.11	1.24	1.20	03.11	4.09	0.03%	1.709	0.410
11	GS-2	0	1,000	24.31	39,18	5.07	1.16	1.03	1.65	1.86	74.26	30.40	39.18	5.07	1.16	1.03	1.65	2.01	80.50	6.24	8.40%	7.426	8.050
12	63-2	U	1,000	24.31	39.10	5.07	1.10	1.05	1.03	1.00	74.20	30.40	39.10	5.07	1.10	1.03	1.05	2.01	00.00	0.24	0.4070	7.420	0.000
13	GS-2	0	1,250	27.73	48.98	6.34	1.45	1.29	2.06	2.25	90.10	35.35	48.98	6.34	1.45	1.29	2.06	2.45	97.92	7.82	8.68%	7,208	7.834
14	00-2	Ū	1,200	21.15	40.00	0.01	1,40	1165	1.00	2.20	50.10	50.00	10.00	0.01	1.10	1.20	2.00	2.10	51.02	1.02	0.0077	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	1.001
15	GS-2	0	1,500	31.16	58.77	7.61	1.74	1.55	2.48	2.65	105.96	40.29	58.77	7.61	1.74	1.55	2.48	2.88	115.32	9.36	8.83%	7.064	7.688
16			1000	01110	00			1100		2100													
17	GS-2	0	2,000	38.00	78.36	10.14	2.32	2.06	3.30	3.44	137.62	50.18	78.36	10.14	2.32	2.06	3.30	3.75	150.11	12.49	9.08%	6.881	7.506
18			-																				
19	GS-2	0	3,000	51.69	117.54	15.21	3.48	3.09	4.95	5.02	200.98	69.96	117.54	15.21	3.48	3.09	4.95	5.49	219.72	18.74	9.32%	6.699	7.324
20											•												
21	GS-2	0	5,000	79.07	195.90	25.35	5.80	5.15	8.25	8.19	327.71	109.52	195.90	25.35	5.80	5.15	8.25	8.97	358.94	31.23	9.53%	6.554	7.179
22																							
23	GS-2	0	10,000	147.52	391.80	50.70	11.60	10.30	16.50	16.11	644.53	208.42	391.80	50.70	11.60	10.30	16.50	17.67	706.99	62.46	9.69%	6.445	7.070
24																							
25	GS-2	0	15,000	215.97	587.70	76.05	17.40	15.45	24.75	24.03	961.35	307.32	587.70	76.05	17.40	15.45	24.75	26.38	1,055.05	93.70	9.75%	6.409	7.034
26																							

27 Notes: (a) Demand Metered rates are calculated at load factors of 30%, 60%, & 90% unless other use characteristics are shown. 60% and 90% load factors are calculated using a time-of-use rate.

28 (b) Fuel Charges for present and proposed rates are calculated at rate in effect as of January 1, 2005.

29 (c) CCR Charges for present and proposed rates are calculated at rate in effect as of January 1, 2005.

30 (d) ECCR Charges for present and proposed rates are calculated at rate in effect as of January 1, 2005.

31 (e) ECRC Charges for present and proposed rates are calculated at rate in effect as of January 1, 2005.

32 (f) SCRC Charges provided for information purposes for present and proposed rates are those as filed for approval in Docket No.041272-EI for the year 2005.

33 (g) Gross receipts tax applied on all charges at the current rate of 2.5461%

Supporting Schedules: E-13c, E-14 Supplement A

			ce commi Energy f	ISSION	0		EXPLAN	ATION: FO	or each rat	e class, ci	alculate typica	ai moniniy di	is for presen	ano propos	ieo raies.					Prior	cled Test Yea Year Ended _		
DOCK	ET NO.:	050078-	-81																		ical Test Yea rtuondo / Slus		(/
		(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	(M)	(N)	(Ö)	(P)	(Q)	(R)	(S)	(T)	(U)	(V)
				L	First	Monthly B				_				Monthly Bil	ECCR					Incr/	(Decr)	Cents	/KWH
	Rate	. T.	ypical	Base	Fuel Chg	CCR Chg	ECCR Chg	ECRC Chg	SCRC Chg	GRT Chg	Total	Base	Fuel Chg	CCR Chg	Chg	ECRC Chg	SCRC Chg	GRT Chg	Total	\$	%	Present	Propose
Line	Class	KW (a)	_	Rate	· (b)	(c)	(d)	(e)	(f)	(g)	Bill	Rate	(b)	(c)	(d)	(e)	(f)	(g)	Bill	(N) - (H)	(O) / (H)	(H) / (B)	•
		· · · · · · · · · · · · · · · · · · ·																					
1 (GSD-1	50	10,950	347.70	.429.02	76.32	15.66	12.59	30.66	23.38	935.33	416.82	429.02	76.32	15.66	12.59	30.66	25.16	1,006.23	70.90	7.58%	8.542	9.189
_	GSDT-1	50	21,900	486.92	858.26	152.64	31.32	25.19	61.32	41.43	1,657.08	588.52	858.26	152.64	31.32	25.19	61.32	44.03	1,761.28	104.20	6.29%	7.567	8.042
4	50511	00	21,000	100.02	000.20	.02.01	01.02	20.10	0		1,007.00						•			•••••			
5 (GSDT-1	50	32,850	599.50	1,266.24	228.96	46.98	37.78	91.98	58.24	2,329.68	730.13	1,266.24	228.96	46.98	37.78	91.98	61.59	2,463.66	133.98	5.75%	7.092	7.500
6																							
7 (GSD-1	100	21,900	684.78	858.04	152.64	31.32	25.19	61.32	46.49	1,859.78	823.01	858.04	152.64	31.32	25.19	61.32	50.04	2,001.56	141.78	7.62%	8.492	9.140
8																<i></i>				000.10	• • • • •	7 500	0.000
	SSDT-1	100	43,800	956.41	1,716.52	305.29	62.63	50.37	122.64	82.41	3,296.27	1,159.62	1,716.52	305.29	62.63	50.37	122.64	87.62	3,504.69	208.42	6.32%	7.526	8.002
10 11 (SSDT-1	100	65,700	1,181.59	2,532.47	457.93	93.95	75.56	183.96	116.04	4,641.50	1,442.83	2,532.47	457.93	93.95	75.56	183.96	122.74	4,909.44	267,94	5.77%	7.065	7,473
12	5001-1	100	03,700	1,101.33	2,002.41	407.00	00.00	10.00	100.00	110.01	4,041.00	1,442.00	2,002.47	101.00	00.00		100.04						
	SSD-1	250	54,750	1,696.01	2,145.11	381.61	78.29	62.96	153.30	115.83	4,633.11	2,041.60	2,145.11	381.61	78.29	62.96	153.30	124.69	4,987.56	354.45	7.65%	8,462	9.110
14																							
15 C	SDT-1	250	109,500	2,364.91	4,291.31	763.22	156.59	125.93	306.60	205.35	8,213.91	2,872.93	4,291.31	763.22	156.59	125.93	306.60	218.37	8,734.95	521.04	6.34%	7.501	7.977
16																				000.07	r 704	7.040	7 450
	SDT-1	250	164,250	2,927.84	6,331.18	1,144.82	234.88	188.89	459.90	289.42	11,576.93	3,580.96	6,331.18	1,144.82	234.88	188.89	459.90	306.17	12,246.80	669.87	5.79%	7.048	7.456
18 19 G	ISD-1	450	98,550	3,044.33	3,861.19	686.89	140.93	113.33	275.94	208.27	8,330.88	3,666.38	3,861,19	686.89	140.93	113.33	275.94	224.22	8,968.88	638.00	7.66%	8.453	9,101
20	130-1	400	90,000	3,044.33	3,001.13	000.03	140.33	110.00	210.04	200.21	0,000.00	3,000.00	0,001,10	000.00	110.00	,	210.01	667.6×	0,000.00				
	SDT-1	450	197,100	4,242,89	7,724,35	1,373.79	281.85	226.67	551.88	369.27	14,770.70	5,157.34	7,724.35	1,373.79	281.85	226.67	551.88	392.71	15,708.59	937.89	6.35%	7,494	7.970
22			•		·																		
23 G	SDT-1	450	295,650	5,256.18	11,396.12	2,060.68	422.78	340.00	827.82	520.60	20,824.18	6,431.79	11,396.12	2,060.68	422.78	340.00	82 7.82	550.75	22,029,94	1,205.76	5.79%	7.044	7.451
24																							
25							(CON/	001/ 1			مر استما	ing a lime o	funo relo			
26 lote	• •										her use cha wary 1, 200		are snown	, 60% and	90% 108	a lactors	are caic	uateo us	ang a une-u	n-use rate.			
27 ?8	(b) (c)		•	•	• •						nuary 1, 200												
29	(d)		-								anuary 1, 20												
30			•	•							anuary 1, 20												
1											those as fil		roval in Doo	ket No.04	1272-EI f	or the ye	ar 2005.						
2	(g)	Gross re	eceipts ta	c applied o	n all charge	es at the cu	rrent rate	e of 2.548	61%														

32 (g) Gross receipts (ax applied on all ch Supporting Schedules: E-13c, E-14 Supplement A

SCHEDULE A-2

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Page 4 of 6

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FULL REVENUE REQUIREMENTS BILL COMPARISON - TYPICAL MONTHLY BILLS

FLO	RIDA PUBLIC SE	ERVICE C	OMMISSION	V			EXPLANATI	ON: For each	rate class, c	alculate typic	al monthly bills	for present and	proposed ra	les.						Type of Data X Project	ted Test Ye		/31/06
COM	PANY: PROGRI	ESS ENE	rgy florie	DA INC																	'ear Ended cal Test Yea		
000		. 000010	-UI			· · ·													.=:				
				· · ·		Month	ly Bill Under	Present Ra	tes - \$					Monthly	Bill Under I	Proposed R	ates - \$]		1		
	Rate	1	[ypical	Base Rate/	Chg	Chg	Chg	Chg	Chg	Chg	Total	Base	Chg	Chg	Chg	Chg	Chg	Chg	Total	s	%	Present	Propose
Line	Class	KW (a)	KWH	CS Credit	(b)	(c)	(d)	(e)	(1)	(<u>g)</u>	Bill	Rale	(b)	(c)	(d)	(e)	(1)	(g)	Bill	(N) - (H)	(O) / (H)	(H) / (B)	(N) / (B)
	CS-1 - Primary	·																					
	Max Demand	1,000	109,500	6,494.94								7,559.10											
	Curtailable Der			(1,845.36)								(274.43)											
4 5	15% Load Fac	tor		4,649.58	4,247.51	683.28	144.54	135.78	413.91	263.45	10,538.05	7,284.67	4,247.51	683.28	144.54	135.78	413.91	331.02	13,240.71	2,702.66	25.65%	9.624	12.092
•	CST-1 - Primar																						
	Max Demand	1,000	438,000	9,123.80								10,802.08											
	Curtailable Der		438,000	(1,730.03)								(1,029.11)											
	60% Load Fact			7,393.77	16,995.28	2,733.12	578,16	543.12	1,655.64	766.64	30,665.73	9,772.97	16,995.28	2,733.12	578.16	542 12	1,655,64	827.65	33,105.94	2,440.21	7.96%	7.001	7.558
	Base Demand			1,000.11	10,555.20	2,700.12	570.10	545.12	1,000.04	700.04	50,005.75	5,112.51	10,333.20	2,100.12	570.10	040.12	1,000.04	027.00	55,155.54	2,410.21	7.5076	1.001	7.000
	On Peak Dem	950																					
13	çarı olan Dola	555																					
14	CS-2 - Primary	STD																					
15 1	Max Demand	1,000	109,500	6,494.94								7,559.10											
16 (Curtailable Den	n 800		(274.43)								(274,43)											
17	15% Load Fact	lor		6,220.51	4,247.51	683.28	144.54	135.78	413.91	303.73	12,149.26	7,284.67	4,247.51	683.28	144.54	135.78	413.91	331.02	13,240.71	1,091.45	8.98%	11.095	12.092
18																							
	CST-2 - Priman	γ ΤΟυ																					
	lax Demand	1,000	438,000	9,123.80								10,802.08											
	Curtailable Dem			(1,097.71)								(1,097.71)											
	50% Load Facto			8,026.09	16,995.28	2,733.12	578.16	543.12	1,655.64	782.86	31,314.27	9,704.37	16,995.28	2,733,12	578.16	543.12	1,655.64	825.89	33,035.58	1,721.31	5.50%	7.149	7.542
	Base Demand	1,000																					
-	On Peak Dem	950																					
26	OT 2 Dimen																						
	CST-3 - Primary	•	2 400 000	44.045.00								53,237.21											
	Aax Demand Curtailable Dem		2,190,000	44,845.80								(4,573.80)											
	0% Load Facto			(4,573.80)	04 070 20	13,665.60	2,890.80	2,715.60	8,278.20	2 017 01	156,716.49	48,663.41	84,976.38	13 665 60	2,890.80	2,715.60	8,278.20	1 133 07	165,323.06	8,606.57	5.49%	7,156	7.549
-	lase Demand	5,000		40,272.00	84,976.38	13,003.00	2,090.00	2,7 13.00	0,270.20	5,917.91	130,710.45	40,003.41	04,970.30	13,003.00	2,030.00	2,7 +3.00	0,270.20	4,755.07	105,525.00	0,000.57	3.4376	7.150	1.010
	on Peak Dem	4,750																					
33		4,750																					
4	Notes: (a)	Demand	Metered ra	ates are calcul	ated at load	factors of 30)%, 60%, &	90% unles:	s other use	characteristi	cs are shown	. 60% and 90	% load facto	ors are calcu	lated using	a time-of-us	se rate.						
5				esent and prop			• •								5								
6				resent and pro					•														
7				present and pr					-														
8				present and pr	•				-														
9									-		oproval in Do	cket No.04127	2-EI for the	year 2005.									
0				pplied on all c		•																	

Supporting Schedules: E-13c, E-14 Supplement A

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		- <u></u>																				
	Max Demand 1,000	109,500	5,469.67								6,640.85											
3	Max Demand 1,000		(3,336.30)						100 51	7 604 54	(457.38)	1 017 51	570.00	100.01		000 07				e		10 751
4	15% Load Factor		2,133.37	4,247.51	579.26	129.21	114.98	226.67	190.54	7,621.54	6,183.47	4,247.51	579.26	. 129.21	114.98	226.67	294.39	11,775.49	4,153.95	54.50%	6.960	10.754
5 6	IST-1 - Primary TOU																					
7	Max Demand 1,000	438,000	7,506.08								9,022.81											
, 8	On Peak Dem 950	430,000	(3,169.49)								(1,829.52)											
9	60% Load Factor		4,336.59	16,995.28	2,317.02	516.84	459.90	906.66	654.67	26,186.96	7,193.29	16,995.28	2,317.02	516.84	459.90	906.66	727.92	29,116.91	2,929.95	11.19%	5.979	6.648
10	Base Demand 1,000																	,				
11																						
12																						
13																						
14	IS-2 - Primary STD																					
15	Max Demand 1,000	109,500	5,469.67								6,640.85											
	Max Demand 1,000		(457.38)								(457.38)											
	15% Load Factor		5,012.29	4,247.51	579.26	129.21	114.98	226.67	264.36	10,574.28	6,183.47	4,247.51	579.26	129.21	114.98	226.67	294.39	11,775.49	1,201.21	11.36%	9.657	10.754
18																						
	IST-2 - Primary TOU										0.000.04											
	Max Demand 1,000	438,000	7,506.08								9,022.81											
	Max Demand 1,000 60% Load Factor		(1,829.52) 5,676.56	16,995.28	2,317.02	516.84	459.90	906.66	689.03	27,561.29	(1,829.52) 7,193.29	16,995.28	2,317.02	516.84	459.90	906.66	727.92	29,116.91	1,555.62	5.64%	6.293	6.648
	Base Demand 1,000		3,070.30	10,355.20	2,517.02	510.04	409.00	300.00	000.00	21,001.20	1,100.20	10,000.20	2,011,02	0.000	400.00	555.55	123,02	20,110.01	1,000.00	0.0110	0.200	0.0.0
	On Peak Dem 950																					
25																						
26	Notes: (a) Demand	Metered r	ales are calcula	ated at load	factors of 30	%.60%.& \$	90% unless	other use cl	naracteristic	cs are shown	. 60% and 90	% load facto	ors are calcula	ated using a	time-of-use	e rale.						
27	(b) Fuel Cha																					
28	(c) CCR Ch	arges for p	resent and pro	posed rates	are calculate	ed at rate in e	effect as of	January 1, 2	005.													
29	(d) ECCR C	harges for	present and pr	oposed rate	s are calcula	ted at rate in	n effect as o	[January 1,	2005.													
.30		•	present and pr	•				•														
31	.,		vided for inform	• •	•			are those as	filed for ap	proval in Do	cket No.04127	2-EI for the	year 2005.									
32	(g) Gross re	ceipls lax a	applied on all c	harges at the	e current rate	e of 2.5461%	2								·							

Supporting Schedules: E-13c, E-14 Supplement A

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SCHEDU	.E A-3	SUMMARY OF TA	RIFFS			Page 1 of 5
ÇQMPAN	PUBLIC SERVICE CON Y: PROGRESS ENERG NO: 050078-EI	classes of services, demand, energy, and other service cha		g current and proposed	-	Type of Data Shown: X_Projected Test Year Ended 12/ Prior Year Ended// Historical Test Year Ended Witness: Portuondo / Slusser
	(A)	(B)	(C)	(D)	(E)	(F)
Line .	Current Rate Schedule	Type of Charge	Current Rate	Proposed Rate Schedule	Proposed Rate	Percent Incr / (Decr) [(E) - (C)] / (C)
1 2 3 4	SC-1	Late Payment Charge Returned Check Charge	1.5% > \$20 or 5%	SC-1	>\$5 or 1.5% by Statute	n/a n/a
4 5 6 7 8	TS-1	Temporary Service Extension - Monthly \$	104.00	TS-1	227.00	118.3%
9 10 11 12	RS-1	Customer Charge - \$ per Line of Billing Seasonal (RSS-1) TOU Three Phase	2.72 20.28	RS-1	4.20 14.84	54.4% -26.8%
13 14 15		Energy and Demand Charge - cents per KWH Standard 0 - 1,000 KWH	3.315 4.315		3.774 4.774	13.8% 10.6%
16 17 18 19		Over 1,000 KWH Time of Use - On Peak Time of Use - Off Peak	4.313 10.431 0.526		4.774 11.471 0.746	10.0% 10.0% 41.8%
20 21 22 23	GS-1	Customer Charge - \$ per Line of Billing TOU Three Phase	22.87	GS-1	17.42	-23.8%
24 25 26		Energy and Demand Charge - cents per KWH Standard Time of Use - On Peak	3.648 10.431		4.124 11.471	13.0% 10.0%
27 28 29		Time of Use - Off Peak Premium Distribution Charge - cents per KWH	0.526 0.504		0.746 0.800	41.8% 58.8%
30 31	GS-2	Energy and Demand Charge - cents per KWH		GS-2		
32 33		Standard Premium Distribution Charge - cents per KWH	1.369 0.101		1.978 0.162	44.5% 60.0%

Supporting Schedules: E-7, E-14 Supplement A

Recap Schedules:

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	IBLIC SERVICE COM PROGRESS ENERGY	classes of services, demand, energy, and other service charges.	tes and rate classes, detailir	ng current and proposed	-	Type of Data Shown: _X_Projected Test Year Ended 12/31// Prior Year Ended/ Historical Test Year Ended/_
DOCKET NO): 050078-EI					Witness: Portuondo / Slusser
	(A)	(B)	(C)	(D)	(E)	(F) Percent
	Current Rate		Current	Proposed Rate	Proposed	Incr / (Decr)
Line	Schedule	Type of Charge	Rate	Schedule	Rate	[(E) - (C)] / (C)
1	GSD-1	Demand Charge - \$ per KW		GSD-1		
2		Standard	3.45		4.16	20.6%
3		Time of Use				
4		Base	0.85		1.05	23.5%
5		On Peak	2.57		3.11	21.0%
6		Delivery Voltage Credits - \$ per KW	2.01			
7		Primary	0.27		0.40	48.1%
, 8		Transmission	0.63		1.01	60.3%
9		Premium Distribution Charge - \$ per KW	0.74		1,18	59.5%
10		Energy Charge - cents per KWH	0.11			
11		Standard	1.503		1.810	20.4%
12		Time of Use - On Peak	3.316		3.786	14.2%
13		Time of Use - Off Peak	0.526		0.746	41.8%
14		Power Factor - \$ per Kvar	0.20		0.25	25.0%
15		Fower Factor + & per tival	0.20		0.22	201010
16						
17	CS-1/CS-2	Demand Charge - \$ per KW		CS-1/CS-2		
18	CS-3	Standard	5,56	CS-3	6.57	18.2%
19	03-3	Time of Use	0.00	001	0.07	1012 /2
20		Base	0.83		1.05	26.5%
			4,68		5.52	17.9%
21		On Peak	4.00		0.02	11.074
22		Curtailable Demand Credit	2.33		Withdrawn	n/a
23		CS-1, CST-1 - \$ per KW of Curtailable Demand			2.31	0.0%
24		CS-2, CST-2 - \$ per KW LF adjusted Demand	2.31		2.31	0.0%
25		CS-3, CST-3 - \$ per KW of Curtailable Demand	2.31		2.31	0.078
26		Delivery Voltage Credits - \$ per KW	0.07		0.40	48.1%
27		Primary	0.27			48.1% 60.3%
28			0.63		1.01	
29		Premium Distribution Charge - \$ per KW	0.74		1,18	59.5%
30		Energy Charge - cents per KWH	0.000		1 100	18.1%
31		Standard	0.982		1.160	
32		Time of Use - On Peak	1.828		1.929	5.5%
33		Time of Use - Off Peak	0.526		0.746	41.8%
34		Power Factor - \$ per Kvar	0.20		0.25	25.0%
35						
36						

Supporting Schedules: E-7, E-14 Supplement A

Recap Schedules:

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FLORIDA PUBLIC SERVICE COMMISSION

EXPLANATION: Provide a summary of all proposed changes in rates and rate classes, detailing current and proposed classes of services, demand, energy, and other service charges.

SUMMARY OF TARIFFS

Page 3 of 5

osed Type of Data Shown: _X_Projected Test Year Ended 12/31/06 ___Prior Year Ended __/_/__ ___Historical Test Year Ended __/_/__ Witness; Portuondo / Slusser

COMPANY: PROGRESS ENERGY FLORIDA, INC

DOCKET NO: 050078-EI

	(A)	(B)	(C)	(D)	(E)	(F)
	0 mail D 1		• •			Percent
	Current Rate	T (0)	Current	Proposed Rate	Proposed	Incr / (Decr)
Line 1	Schedule	Type of Charge	Rate	Schedule	Rate	[(E) - (C)] / (C)
2	TS-1/IS-2	Demand Charge - \$ per KW Standard	4.70	IS-1/IS-2	5.84	24.3%
3		Time of Use	4.70		5.04	24.376
4		Base	0.74		1.05	41.9%
5		On Peak	4.11		4.79	16.5%
6		Interruptible Demand Credit			4.70	10.070
7		IS-1, IST-1 - \$ per KW of Billing Demand	3.37		Withdrawn	n/a
8		IS-2, IST-2 - \$ per KW LF adjusted Demand	3.08		3.08	0.0%
9		Delivery Voltage Credits - \$ per KW				
10		Primary	0.27		0.40	48.1%
11		Transmission	0.63		1.01	60.3%
12		Premium Distribution Charge - \$ per KW	0.74		1.18	59.5%
13		Energy Charge - cents per KWH				
14		Standard	0.650		0.808	24.3%
15		Time of Use - On Peak	0.922		0.946	2.6%
16		Time of Use - Off Peak	0.526		0.746	41.8%
17		Power Factor - \$ per Kvar	0.20		0.25	25.0%
18						
19						
20						
21	LS-1	Energy and Demand Charge - cents per KWH		LS-1		
22		Standard	1.446		1.802	24.6%
23						
24		Fixture & Maintenance Charges - \$ per fixture average		xture see E-13d		xture see E-13d
25		Pole Charges - \$ per pole average	per individual p	ole see E-13d	per individual p	ole see E-13d
26						
27						
28						
29						
30						
31						
32 -						
33						Desen Cabadulas

Supporting Schedules: E-7, E-14 Supplement À

Recap Schedules:

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SCHEDULE A-3

FLORIDA PUBLIC SERVICE COMMISSION

COMPANY: PROGRESS ENERGY FLORIDA, INC

SUMMARY OF TARIFFS

classes of services, demand, energy, and other service charges.

EXPLANATION: Provide a summary of all proposed changes in rates and rate classes, detailing current and proposed

Supporting Schedules: E-7, E-14 Supplement A

DOCKET	NO: 050078-EI					Wilness: Portuondo / Slusser
	(A)	(B)	(C)	(D)	(E)	(F) Percent
<u>Line</u>	Current Rate Schedule	Type of Charge	Current Rate	Proposed Rate Schedule	Proposed Rate	Incr / (Decr) <u>{(E) - (C)]</u> / (C)
1 2 - 3	SS-1	Base Rate Energy Customer Charge - cents per KWH Distribution Charge - \$ per KW	0.633	SS-1	0.746	17.9%
4 5 6		Applicable to Specified SB Capacity Generation and Transmission Capacity Charge Greater of : - \$ per KW	1.36		2.97	118.4%
7 8		Monthly Reservation Charge Applicable to Specified SB Capacity	0.758		0.694	-8.4%
9 10 11		Peak Day Utilized SB Power Charge of:	0.361		0.330	-8.6%
12 13	SS-2	Base Rate Energy Customer Charge - cents per KWH	0.633	SS-2	0.746	17.9%
14 15 16		Distribution Charge - \$ per KW Applicable to Specified SB Capacity Generation and Transmission Capacity Charge	1.36		2.97	118.4%
17 18		Greater of : - \$ per KW Monthly Reservation Charge				
19 20 21		Applicable to Specified SB Capacity Peak Day Utilized SB Power Charge of:	0.758 0.361		0.694 0.330	-8.4% -8.6%
22		Interruptible Capacity Credit - \$ per KW	0.642		0.308	-52.0%
23 24 25		Monthly Reservation Credit Daily Demand Credit	0.306		0.147	-52.1%
26 27						
28 29 30						
31 32						

Type of Data Shown: _X__Projected Test Year Ended 12/31/06 ____Prior Year Ended ___/___/ ____Historical Test Year Ended ___/___/

Page 4 of 5

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Recap Schedules:

SCHEDULE A-3

Applicable to Specified SB Capacity

Greater of : - \$ per KW

Monthly Reservation Charge

Curtailable Capacity Credit - \$ per KW

Monthly Reservation Credit

Daily Demand Credit

Generation and Transmission Capacity Charge

Applicable to Specified SB Capacity

Peak Day Utilized SB Power Charge of:

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6 7

8

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12

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Supporting Schedules: E-7, E-14 Supplement A

SUMMARY OF TARIFFS

COMPAN	PUBLIC SERVICE COM Y: PROGRESS ENERGY NO: 050078-EI	classes of services, demand, energy, and other service charges.	· · · · · ·			Type of Data Shown: _X_Projected Test Year Ended 12/31/06 _Prior Year Ended Historical Test Year Ended Witness: Portuondo / Slusser	
	(A)	(B)	(C)	(D)	(E)	(F) Percent	
Line	Current Rate Schedule	Type of Charge	Current Rate	Proposed Rate Schedule	Proposed Rate	Incr / (Decr) [(E) - (C)] / (C)	
2 3	SS-3	Base Rate Energy Customer Charge - cents per KWH Distribution Charge - \$ per KW	0.633	SS-3	0.746	17.9%	

1.36

0.758

0.361

0.321

0.153

2.97

0.694

0.330

0.231

0.110

118.4%

-8.4%

-8.6%

-28.0% -28.1%

Recap Schedules:

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for Rate Increase by Progress Energy Florida Inc.)))	Docket No. 050078-EI
STATE OF FLORIDA)	AFFIDAVIT OF SANDRA C. COPE
COUNTY OF PINELLAS)	AFFIDAVII OF SANDRA C. COFE

BEFORE ME, the undersigned authority, personally appeared Sandra C. Cope who, being first duly sworn, deposes and says:

> 1. My name is Sandra C. Cope. I am currently employed by Progress Energy Service Company, LLC as Senior Legal Secretary. My business address is 100 Central Avenue, Suite CX1D, St. Petersburg, FL 33701. I have personal knowledge of the matters stated in the affidavit.

> On May 17, 2005, Progress Energy Florida, Inc. ("PEF") mailed by first 2. class mail its Minimum Filing Requirements to each Public Library in the City where service hearings will be held in the above referenced docket. In addition, PEF is maintaining a copy of its MFR's in its Florida corporate headquarters located at 100 Central Avenue, St. Petersburg, FL. I also acknowledge that a copy of PEF's Rate Case Synopsis has been mailed to the CEO's of all Municipalities and County Commissioners within PEF's service area and to all main county libraries in PEF's service area on May 17, 2005.

2. Affiant says nothing further.

Sandra C. Cope

SWORN TO AND SUBSCRIBED before me this 17th day of May 2005, by Sandra C. Cope, who is personally known to me or who has produced (Type of identification) as identification and who did take an oath.

Mathleen D. Dourlin Notary Public, State of Floridg



My Commission Expires: