



RECEIVED-FPSC

11 FEB 15 PM 2:34

COMMISSION
CLERK

February 15, 2011

Ms. Ann Cole, Director
Division of Records and Reporting
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

110000-0T

Dear Ms. Cole:

Pursuant to Rule 25-6.0143 (1) (m) F.A.C., Tampa Electric files this report providing information concerning our most recent efforts to obtain commercial insurance for transmission and distribution ("T&D") facilities and a summary of amounts recorded in account 228.1 in 2010.

1. Status on Efforts to Obtain Commercial T&D Insurance –The property insurance markets remain very restrictive, especially for Gulf and Atlantic coast locations. Late last year, Tampa Electric requested a price indication from its property insurance broker for commercial property insurance to cover its T&D facilities from storm related damage. Based on discussions with the broker, property insurance for the company's T&D facilities at reasonable costs and deductible levels continues to be generally unavailable.
2. Summary of Amounts Recorded in Account 228.1 in 2010 – Tampa Electric accrued \$8M during 2010 to Account 228.1 as authorized by Commission Order No. PSC-09-0283-FOF-EI. Order PSC-09-0283-FOF-EI increased the annual accrual to the reserve from \$4 million to \$8 million per year. The balance at December 31, 2009 was \$37,318,929.

Thank you for your assistance in connection with this matter.

Sincerely,

William R. Ashburn
Director, Pricing and Financial Analysis

cc: Mr. Marshall Willis – FPSC
Mr. Jim Beasley – Ausley Law Firm

DOCUMENT NUMBER: 110000-0T
01051 FEB 15 =
FPSC-COMMISSION CLERK