1 BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION 2 In the Matter of: 3 DOCKET NO. 110031-EG 4 PETITION FOR APPROVAL OF RESIDENTIAL 5 SERVICE DYNAMIC PRICE RESPONSE PILOT RATE BY FLORIDA POWER & LIGHT COMPANY. 6 7 8 9 10 11 12 13 PROCEEDINGS: COMMISSION CONFERENCE AGENDA ITEM NO. 5 14 15 COMMISSIONERS PARTICIPATING: CHAIRMAN ART GRAHAM 16 COMMISSIONER LISA POLAK EDGAR COMMISSIONER RONALD A. BRISÉ 17 COMMISSIONER EDUARDO E. BALBIS COMMISSIONER JULIE I. BROWN 18 DATE: 19 Tuesday, March 8, 2011 20 PLACE: Betty Easley Conference Center Room 148 4075 Esplanade Way 21 Tallahassee, Florida 22 REPORTED BY: JANE FAUROT, RPR 23 Official FPSC Reporter (850) 413-6732 24 25 DOCUMENT NUMBER - DATE

U | 5 / 6 MAR 10 = FLORIDA PUBLIC SERVICE COMMISSION

FPSC-COMMISSION CLERK

PROCEEDINGS

CHAIRMAN GRAHAM: Okay. Item Number 5.

MS. ROBERTS: Good morning, again,

Commissioners. Arlisha Roberts with Commission

staff.

Item 5 is FPL's request and petition for approval to add an approval Residential Service

Dynamic Price Response Pilot Rate to their -- offer it to their customers. We're bringing this -- this is a suspend rec that we're bringing so that staff can have additional time to analyze and do the investigations needed in order to provide staff -- the Commission with an appropriate recommendation. We also have the company here, and staff can answer any questions that you may have.

CHAIRMAN GRAHAM: Okay.

Ms. Cano.

MS. CANO: Good morning. Jessica Cano on behalf of Florida Power and Light Company, and I am simply here to answer any questions you may have.

Thank you.

CHAIRMAN GRAHAM: Just one of you today, huh? Do you think you can handle this?

MS. CANO: I'm going to do my best.

CHAIRMAN GRAHAM: All right, let's bring

FLORIDA PUBLIC SERVICE COMMISSION

it back here to the board. Any questions?

Commissioner Balbis.

COMMISSIONER BALBIS: Thank you, Mr. Chair.

We have a short agenda, so we can't finish too quickly here.

I was wondering from FPL, I'd like just a real brief explanation of this program, and then follow up with just one more question after that.

MS. CANO: Sure.

This is a pilot project that is intended to study the economic merit, customer acceptance, and technical feasibility of a combination of both technologies and rates. There's actually three different types of technologies that will be tested.

Two of them are different types of in-home energy usage display systems. One of those has the capability to actually control appliances, heating and cooling, and pool pumps. And the third type of technology is actually a very small group of participants will receive particular appliances, and that is in combination with two different types of rates.

Some of the customers will stay on our standard RS-1 service rate, and the others will

actually participate in this proposed rate that is the subject of our petition in this case. And that rate is a combination. It's called a dynamic price rate. It's a combination of lower prices for most of the time, and a much higher price during critical peak periods with the goal being to drive down usage during those times.

COMMISSIONER BALBIS: Thank you.

And I did notice there is \$200 million in ARRA funding for this, and there's a -- I don't want to say significant, but there was a staff data request issued on February 15th, and I know with those grants there is usually a time frame associated with it. Will the suspension and the additional time needed to respond, will that in any way risk those funds?

MS. CANO: A slight delay is not a concern to us at this point in time, you know, a few more weeks, a month, or something like that. But the goal is to have participants enrolled by the summer so that we can have a full year's worth of data. So at this point, we are not concerned with this delay.

COMMISSIONER BALBIS: Okay. Thank you.

I have no further questions.

CHAIRMAN GRAHAM: Commissioner Edgar.

FLORIDA PUBLIC SERVICE COMMISSION

17

19

20

18

21 22

23

24 25

COMMISSIONER EDGAR: Thank you, Mr. Chairman.

Which just brings back, I think, the natural next question to staff which is when would you expect that this item would be back before us with additional information and analysis?

MS. ROBERTS: We have an outstanding data request that is due back to us on the 14th. Once we get that information, if all of the questions have been answered and are sufficient and we feel like we have enough information where we can go forth with a recommendation, we'll bring one back to the first upcoming agenda, after we receive it back. So as soon as possible.

COMMISSIONER EDGAR: Does that mean April, maybe?

> MS. ROBERTS: Yes.

COMMISSIONER EDGAR: Okay.

And, obviously, to FPL, the expectation is that the information given to our staff will enable them to do what they need to do so that we can try to meet those timelines?

MS. CANO: Yes, we are attempting to do so, and we actually also plan to provide our responses earlier, to the extent possible.

COMMISSIONER EDGAR: Great. 1 I look 2 forward to seeing the additional information. It 3 sounds like a very interesting and promising program, but obviously we need to look at the details. 5 Thank you. 6 7 CHAIRMAN GRAHAM: Was that a motion? COMMISSIONER EDGAR: And I would move that 8 we accept the staff recommendation. 9 CHAIRMAN GRAHAM: It has been moved and 10 seconded to accepted the staff recommendation on 11 Item Number 5. Any further discussion? 12 Seeing none, all in favor say aye. 13 (Vote taken.) 14 Those opposed? CHAIRMAN GRAHAM: 15 By your action you have approved Item 16 Number 5. 17 18 19 20 21 22 23 24 25

1 2 STATE OF FLORIDA 3 CERTIFICATE OF REPORTER COUNTY OF LEON 4 5 I, JANE FAUROT, RPR, Chief, Hearing Reporter 6 Services Section, FPSC Division of Commission Clerk, do hereby certify that the foregoing proceeding was heard 7 at the time and place herein stated. 8 IT IS FURTHER CERTIFIED that I stenographically reported the said proceedings; that 9 the same has been transcribed under my direct supervision; and that this transcript constitutes a 10 true transcription of my notes of said proceedings. 11 I FURTHER CERTIFY that I am not a relative, employee, attorney or counsel of any of the parties, 12 nor am I a relative or employee of any of the parties' attorney or counsel connected with the action, nor am I 13 financially interested in the action. 14 DATED THIS 10th day of February, 2011. 15 16 JANE FAUROT, RPR 17 Official FPSC Hearings Reporter 850) 413-6732 18 19 20 21 22 23 24

25