State of Florida



RECEIVED-FPSC Hublic Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOUSEPAND AM 8: 26 TALLAHASSEE, FLORIDA 32399-0850

-M-E-M-O-R-A-N-D-U-M-

COMMISSION

DATE:

September 14, 2011

TO:

Ann Cole, Commission Clerk, Office of Commission Clerk

FROM:

Suzanne M. Ollila, Economic Analyst, Division of Economic Regulation AMO

RE:

Docket No. 110131-EI - Petition for Approval of Tampa Electric Company's 2011

Depreciation Study and Annual Dismantlement Accrual Amounts

Tampa Electric copied the Office of the Commission Clerk on a letter to David Dowds (document number 06538-11); however, Tampa Electric did not provide the Office of the Commission Clerk with the enclosure. Please place the attached enclosure in the above docket file. I have included a copy of the letter (document number 06538-11) for your reference.

If you have any questions, please do not hesitate to let me know. Thank you.

AUSLEY & MCMULLEN

ATTORNEYS AND COUNSELORS AT LAW

123 SOUTH CALHOUN STREET P.O. BOX 391 (ZIP 32302) TALLAHASSEE, FLORIDA 32301 (850) 224-9115 FAX (850) 222-7560 **RECEIVED-FPSC** 11 SEP 12 PM 2: 47 COMMISSION CLERK

September 12, 2011

HAND DELIVERED

Mr. David Dowds Division of Economic Regulation Florida Public Service Commission Room 105D - Gerald L. Gunter Bldg. 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

> Updated Response to Staff's First Data Request Nos. 1-110 (Request No. 16) Re:

FPSC Docket No. 110131-EI

Dear Mr. Dowds:

Enclosed are five copies of Tampa Electric's response to Staff's First Data Request, Request No. 16, Revised September 12, 2011.

Sincerely,

your corser 'y James D. Beasley

JDB/pp **Enclosures**

Office of Commission Clerk (w/o enc.) cc:

Office of General Counsel (Klancke, w/o enc.)

Patty Christensen

(w/enc.)

DOCUMENT NUMBER - DATE

06538 SEP 12 =

FPSC-COMMISSION CLERE

AUSLEY & MCMULLEN

ATTORNEYS AND COUNSELORS AT LAW

123 SOUTH CALHOUN STREET
P.O. BOX 391 (ZIP 32302)
TALLAHASSEE, FLORIDA 32301
(850) 224-9115 FAX (850) 222-7560

September 12, 2011

HAND DELIVERED

11 SEP 12 PHI2: 4,3

Mr. David Dowds
Division of Economic Regulation
Florida Public Service Commission
Room 105D – Gerald L. Gunter Bldg.
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re:

Updated Response to Staff's First Data Request Nos. 1-110 (Request No. 16)

FPSC Docket No. 110131-EI

Dear Mr. Dowds:

Enclosed are five copies of Tampa Electric's response to Staff's First Data Request, Request No. 16, Revised September 12, 2011.

Sincerely,

James D. Beasley

JDB/pp Enclosures

cc:

Office of Commission Clerk (w/o enc.)

Office of General Counsel

(Klancke, w/o enc.)

Patty Christensen

(w/enc.)

TAMPA ELECTRIC COMPANY DOCKET NO. 110131-EI STAFF'S FIRST DATA REQUEST REQUEST NO. 16 BATES STAMPED PAGE: 22

FILED: AUGUST 1, 2011 REVISED: SEPTEMBER 12, 2011

16. Are there any substantial retirements or additions for production plant expected in connection with current or proposed state or federal regulations, including environmental regulations, during 2011–2015? If so, please include a description of the regulation and the work to be performed, any retirement units expected to be replaced as a direct result, and identify the year(s) each retirement or addition is planned to take place. Please provide the January 1, 2012 estimated investment and reserve associated with the equipment currently planned for replacement, by account by plant site.

A. On September 1, 2011 Tampa Electric filed (Docket No. 110262-EI) for Commission approval a new ECRC program — New Big Bend Station Gypsum Storage Facility. The facility is needed in order for the company to continue operating Big Bend Units 1 through 4 in compliance with the Clean Air Act Amendments of 1990 ("CAAA"), Phase II of the CAAA and the company's 2000 Consent Decree with the United States Environmental Protection Agency. The projected cost of the facility is \$55 million and it will receive AFUDC treatment. It is expected to be placed into service in early 2015.

The following assets will be retired associated with this new addition; the GD Conveyor, GE Conveyor, GF Conveyor and GG Conveyor / Radial Stacker. The assets have a gross investment of \$1,918,000 with a reserve of \$969,388 for a net book value of \$948,612 as of 12/31/2011.