

FLORIDA PUBLIC SERVICE COMMISSION

Fletcher Building
101 East Gaines Street
Tallahassee, Florida 32399-0850

M E M O R A N D U M

October 27, 1994

TO : DIRECTOR, DIVISION OF RECORDS & REPORTING

FROM: DIVISION OF ELECTRIC & GAS (BERG, WHEELER, HAFF) *WBS DW msd* JOJ
DIVISION OF LEGAL SERVICES (CHRIST) *MPC*

RE : DOCKET NO. 941102-EI - PETITION OF GULF POWER FOR
APPROVAL OF EXPERIMENTAL REAL TIME PRICING RATE, RATE
SCHEDULE RTP.

AGENDA: NOVEMBER 8, 1994 - REGULAR AGENDA TARIFF FILING/
INTERESTED PERSONS MAY PARTICIPATE

CRITICAL DATES: DECEMBER 12, 1994 - 60 DAY TARIFF SUSPENSION

SPECIAL INSTRUCTIONS: I:\PSC\EAG\WP\941102.RCM

DISCUSSION OF ISSUES

ISSUE 1: Should Gulf Power's proposed experimental real time pricing tariff, rate schedule RTP, be suspended?

STAFF RECOMMENDATION: Yes.

STAFF ANALYSIS: On October 13, 1994 Gulf Power Company petitioned the Commission for approval of its proposed Pilot/Experimental Real Time Pricing Program and the associated RTP rate schedule. The program provides hourly energy prices on a day ahead basis to customers who have an actual demand of 2,000 kilowatts or higher. Customer participation is voluntary and will be limited to a maximum of 12 customers during the pilot project.

The Commission has recently approved an experimental real time pricing rate schedule for another electric utility. While the concept of real time pricing is understood, the terms and conditions found on Gulf's proposed RTP tariffs are different than the rate schedule previously approved by this Commission. Staff believes that Gulf's RTP tariffs should be suspended to allow for time to conduct discovery on Gulf's experimental real time pricing program.

DOCUMENT NUMBER-DATE

10934 OCT 27 1994

FPSC-RECORDS/REPORTING

Docket No. 941102-EI
October 27, 1994

ISSUE 2: Should this docket be closed?

STAFF RECOMMENDATION: No.

STAFF ANALYSIS: This docket should remain open until the Commission either approves or denies the Company's real time pricing tariffs.