AUSLEY & MCMULLEN

ATTORNEYS AND COUNSELORS AT LAW

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

June 22, 2000 ORIGINAL JUN 22 PM 4: HAND DELIVERY

Ms. Blanca S. Bayo, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

000759-EI

Re: Petition for Revisions to Tampa Electric Company's Emergency On-Demand Energy Service Agreement

Dear Ms. Bayo:

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Enclosed for filing in the above-styled matter are the original and fifteen (15) copies of Petition by Tampa Electric Company for Revisions to Emergency On-Demand Energy Service Agreement.

Please acknowledge receipt and filing of the above by stamping the duplicate copy of this letter and returning same to this writer.

Thank you for your assistance in connection with this matter.

Sincerely,

LABra L

James D. Beasley

APP CAF JDB/pp **CMP** Enclosures COM CTR ECR LEG **OPC** PAL RGO SEC SER OTH

MUN MO-BUREAU OF RECORDS

DOCUMENT NUMBER-DATE 07616 JUN 228 FPSC-RECORDS/REPORTING

STATE OF FLORIDA

Commissioners: JOE GARCIA, CHAIRMAN J. TERRY DEASON SUSAN F. CLARK E. LEON JACOBS, JR. LILA A. JABER



Division of Records & Reporting Blanca S. Bayó Director (850) 413-6770

Public Service Commission

June 26, 2000

James D. Beasley, Esquire Ausley & McMullen Law Offices Post Office Box 391 Tallahassee, Florida 32302

Re: Docket No. 000759-EI

Dear Mr. Beasley:

This will acknowledge receipt of a petition by Tampa Electric Company for revisions to Emergency On-Demand Energy Service Agreement, which was filed in this office on June 22, 2000 and assigned the above-referenced docket number. Appropriate staff members will be advised.

Mediation may be available to resolve any dispute in this docket. If mediation is conducted, it does not affect a substantially interested person's right to an administrative hearing. For more information, contact the Office of General Counsel at (850) 413-6248 or FAX (850) 413-7180.

Division of Records and Reporting Florida Public Service Commission

Internet E-mail: contact@psc.state.fl.us

ORIGINAL

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for Revisions)
to Tampa Electric Company's)
Emergency On-Demand Energy)
Service Agreement)

DOCKET NO. FILED: June 22, 2000

PETITION BY TAMPA ELECTRIC COMPANY FOR REVISIONS TO EMERGENCY ON-DEMAND ENERGY SERVICE AGREEMENT

Tampa Electric Company ("Tampa Electric" or "the company"), pursuant to Section 366.06, Florida Statutes and Rules 28-106.201 and 25-17.0825(1)(b), Florida Administrative Code for revisions to its Service Agreement for Emergency On-Demand Energy approved by this Commission on June 6, 2000 and in support thereof says:

1. Tampa Electric is an investor-owned electric utility operating under the jurisdiction of this Commission and serving retail customers in Hillsborough and portions of Polk, Pinellas and Pasco Counties. The company's principal offices are located at 702 North Franklin Street, Tampa, Florida 33602.

2. The persons to whom all notices and other documents should be sent in connection with this docket are:

Mr. Lee L. Willis	Ms. Angela L. Llewellyn
Mr. James D. Beasley	Administrator, Regulatory
Ausley & McMullen	Coordination
Post Office Box 391	Tampa Electric Company
Tallahassee, Florida 32302	Post Office Box 111
Phone (850) 224-9115	Tampa, Florida 33601
Fax (850) 222-7952	Phone (813) 228-1752
	Fax (813) 228-1770

DOCUMENT NUMBER-DATE 07616 JUN 228 FPSC-RECORDS/REPORTING 3. In this petition, Tampa Electric seeks approval for revisions to certain tariff sheets that are utilized by the company to negotiate energy purchase transactions with Qualifying Facilities ("QFs") when Tampa Electric is in an energy deficient situation. The revised tariff sheets in standard and legislative format are contained in Exhibit A.

4. Tampa Electric has determined that, under certain emergency conditions when Tampa Electric is experiencing or expects to experience a generation energy deficiency and the purchase of energy to meet its requirements to serve firm native load is difficult or very expensive to acquire in the wholesale power market, it can solicit from QFs, who have indicated a willingness to make extraordinary operational arrangements, to temporarily provide additional energy resources to Tampa Electric in exchange for incentive prices to be paid for such additional energy. These incentive prices represent a higher price than that which is normally paid for such energy on an as-available cost basis through the COG-1 tariff.

5. On May 17, 2000 Tampa Electric filed a petition proposing a Service Agreement, transaction confirmation letter and process to facilitate interested QFs who desire to enter into such short-term transactions. On June 6, 2000 at Agenda Conference, the Commission approved the petition to facilitate interested QFs who desire to

2

enter into such short-term transactions. In addition, the Commission suggested that Tampa Electric evaluate the feasibility of extending the terms of the Service Agreement to include opportunities to purchase energy from interested QFs for use in serving the company's interruptible customers during times when they opt to purchase energy known as "optional provision" or "buythrough" energy, in lieu of being interrupted.

6. By this petition, Tampa Electric has followed the Commission's suggestion that it revise the terms of its recently approved Service Agreement to permit the purchase of Emergency On-Demand energy for "optional provision" use. Accordingly, the company requests approval of the attached revised tariff sheet which provides for such purchases. It is important to note that when Tampa Electric buys such energy from QFs for designated "optional provision" or "buy-through" purposes, all energy costs of such purchases will be recovered through the "optional provision" charges levied on all interruptible customers that elect to take optional provision energy at that time. Tampa Electric requests that the Commission order approving the revised tariff sheet and acknowledge this appropriate accounting treatment in order to ensure that the costs of this transaction be appropriately charged and to avoid subsequent controversy.

3

7. All of the other terms of this revised Service Agreement are in accordance with Tampa Electric's previous filing. Accordingly, and in conformance with its original filing, Tampa Electric respectfully requests expedited Commission consideration and approval of the revised Service Agreement and process proposed herein so that the company and its interruptible customers can have this "optional provision" or "buy-through" energy option available for use during the upcoming summer months.

8. Tampa Electric is not aware of any disputed issues of material fact relating to the action proposed herein.

9. The ultimate facts alleged are that Tampa Electric will be better able to serve the needs of its interruptible customers if the Commission approves the tariff modifications proposed in this petition.

WHEREFORE, Tampa Electric requests Commission approval of the attached revised tariff sheets to facilitate such transactions with QFs.

4

DATED this ZZ day of June, 2000.

Respectfully submitted,

u La LEP L. WILLIS

JAMES D. BEASLEY Ausley & McMullen Post Office Box 391 Tallahassee, FL 32302 (850) 224-9115

ATTORNEYS FOR TAMPA ELECTRIC COMPANY

Exhibit

TAMPA ELECTRIC COMPANY

FIRST REVISED SHEET NO. 8.800 CANCELS ORIGINAL SHEET NO. 8.800

SERVICE AGREEMENT FOR THE PURCHASE OF EMERGENCY ON-DEMAND ENERGY AT NEGOTIATED RATES

This Service Agreement for the Purchase of Emergency On-Demand Energy at Negotiated Rates ("Agreement") is made and entered into as of this _____ day of ______, ____ by and between ______, ("Customer") and Tampa Electric Company ("Company"), a Florida corporation.

WITNESSETH

WHEREAS, the Company is an electric utility operating under Chapter 366, Florida Statutes, subject to the jurisdiction of the Florida Public Service Commission ("Commission") or any successor agency thereto; and

WHEREAS, the Customer is a Qualifying Facility ("QF") within the meaning of Commission Rule 25-17.080, Florida Administrative Code, located at _____

; and

WHEREAS, the Company has on file with the Commission a tariff Schedule COG-1, pursuant to which the Company purchases energy produced by the Customer and other QFs, on an as-available basis, at a standard rate set forth in Schedule COG-1 ("Standard As-Available Energy"); and

WHEREAS, the Company may find from time to time that its own generation and purchased power resources are not expected to be sufficient to supply a portion of its firm retail load, thus creating an energy shortfall ("Energy Shortfall"); and

WHEREAS, the Company may seek to meet the Energy Shortfall, in whole or in part, by offering the Customer an incentive rate, in excess of the Standard As-Available Energy rate, for additional energy ("Emergency On-Demand Energy") that the Customer is able to make available during the period of the Energy Shortfall and that, but for the Company's offer, would not be made available as Standard As-Available Energy; and

WHEREAS, in response to such an incentive offered by the Company, the Customer may be willing to take extraordinary measures (e.g., increasing QF energy generation or decreasing firm load requirements at the QF facility) ("Extraordinary Measures") that would make Emergency On-Demand Energy available during the period of the Energy Shortfall and that, but for the Company's incentive offer to purchase Emergency On-Demand Energy,

ISSUED BY: J. B. Ramil, President

DATE EFFECTIVE:

TAMPA ELECTRIC COMPANY

FIRST REVISED SHEET NO. 8.800 CANCELS ORIGINAL SHEET NO. 8.800

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WHEREAS, the Company has on file with the Commission a tariff Schedule COG-1, pursuant to which the Company purchases energy produced by the Customer and other QFs, on an as-available basis, at a standard rate set forth in Schedule COG-1 ("Standard As-Available Energy"); and

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WHEREAS, the Company may seek to meet the Energy Shortfall, in whole or in part, by offering the Customer an incentive rate, in excess of the Standard As-Available Energy rate, for additional energy ("Emergency On-Demand Energy") that the Customer is able to make available during the period of the Energy Shortfall and that, but for the Company's offer, would not be made available as Standard As-Available Energy; and

WHEREAS, in response to such an incentive offered by the Company, the Customer may be willing to take extraordinary measures (e.g., increasing QF energy generation or decreasing firm load requirements at the QF facility) ("Extraordinary Measures") that would make Emergency On-Demand Energy available during the period of the Energy Shortfall and that, but for the Company's incentive offer to purchase Emergency On-Demand Energy,

ISSUED BY: J. B. Ramil, President

DATE EFFECTIVE: