		1
1	BEF	ORE THE
		SERVICE COMMISSION
2		DOCKET NO. 070467-EI
3	In the Matter of	
4	PETITION TO DETERMINE NEED FOR	R POLK
5	UNIT 6 ELECTRICAL POWER PLANT TAMPA ELECTRIC COMPANY.	
6		- Contraction Contraction
7		
8		
9		
10		S OF FURS
11		
12		
13		OF THIS TRANSCRIPT ARE
14	THE OFFICIAL TRANS	DPY ONLY AND ARE NOT SCRIPT OF THE HEARING, LUDES PREFILED TESTIMONY.
15		
16	PROCEEDINGS:	PREHEARING
17	BEFORE:	COMMISSIONER NATHAN A. SKOP PREHEARING OFFICER
18		
19	DATE:	Tuesday, September 24, 2007
20	TIME:	Commenced at 1:30 p.m. Concluded at 1:48 p.m.
21		
22	PLACE:	Betty Easley Conference Center Room 148
23		4075 Esplanade Way Tallahassee, Florida
24		
25	REPORTED BY:	JANE FAUROT, RPR Official FPSC Reporter (850) 413-6732
		DOCUMENT NUMBER-DATE
	FLORIDA PUBLIC	service commission () 8764 SEP 25 5
		FPSC-COMMISSION CLERX

1	PARTICIPATING:

	PARTICIPATING.
2	LEE L. WILLIS, ESQUIRE and JAMES D. BEASLEY, ESQUIRE,
3	Ausley Law Firm, Post Office Box 391, Tallahassee, Florida
4	32302, appearing on behalf of Tampa Electric Company.
5	GARY A. DAVIS, Southern Alliance for Clean Energy,
6	Post Office Box 649, Hot Springs, North Carolina 28743,
7	appearing on behalf of Southern Alliance for Clean Energy.
8	GEORGE CAVROS, ESQUIRE, c/o Southern Alliance for
9	Clean Energy, 120 E. Oakland Park Blvd., Suite 105, Oakland
10	Park, Florida 33334, appearing on behalf of Southern Alliance
11	for Clean Energy.
12	JENNIFER BRUBAKER, ESQUIRE, General Counsel's Office,
13	2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850,
14	appearing on behalf of the Commission Staff.
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
	FLORIDA PUBLIC SERVICE COMMISSION

	3	
1	PROCEEDINGS	
2	COMMISSIONER SKOP: Good afternoon. I'd like to call	
3	this prehearing conference to order.	
4	And, Staff, could you please read the notice.	
5	MS. BRUBAKER: Certainly.	
6	Pursuant to notice, this time and place has been	
7	scheduled for the purpose of conducting a prehearing in Docket	
8	070467-EI. The purpose of the prehearing is set forth more	
9	fully in the notice.	
10	COMMISSIONER SKOP: Thank you.	
11	And at this time we'll take appearances, please.	
12	MR. WILLIS: I'm Lee L. Willis appearing with James	
13	D. Beasley of the firm of Ausley & McMullen, P.O. Box 391,	
14	Tallahassee, Florida 32302, appearing on behalf of Tampa	
15	Electric Company.	
16	MR. CAVROS: Good afternoon, Commissioner.	
17	George Cavros appearing on behalf of the Southern	
18	Alliance for Clean Energy, and also appearing for Gary A.	
19	Davis, a qualified representative.	
20	COMMISSIONER SKOP: Thank you.	
21	MS. BRUBAKER: And for staff, Jennifer Brubaker and	
22	Martha Brown.	
23	COMMISSIONER SKOP: Thank you. At this time we're	
24	going to address at least one preliminary matter that I have,	
25	and then I'll ask staff if they have any other matters. But	
	FLORIDA PUBLIC SERVICE COMMISSION	

pursuant to my prior order, Southern Alliance for Clean Energy 1 was granted conditional intervention contingent upon, or 2 conditioned upon a showing that they had a valid Certificate of 3 Authority on file with the Department of State. And let the 4 record reflect that Southern Alliance for Clean Energy has met 5 the requirements by obtaining a valid certificate of authority 6 7 and has met all the other requirements to intervene in this docket. 8 MS. BRUBAKER: That is correct, Commissioner. 9 COMMISSIONER SKOP: Thank you. 10 11 Any other preliminary matters that we need to take 12 up? 13 MS. BRUBAKER: Staff is aware of none. COMMISSIONER SKOP: Thank you. 14 At this point I'd like to proceed through the draft 15 prehearing order and go through that now, and I'll identify the 16 17 sections, and I want the parties to let me know if there are 18 any corrections or changes to be made. And we might go through 19 this rather quickly, so please speak up if you have a change or 20 correction that would need to be made within the proposed 21 order. With respect to Section I, Case Background, are there 22 23 any comments or concerns? None being noted, we will move to Section II, the 24 25 Conduct of Proceedings. Any concerns with respect to

Δ

Section II? 1 None being noted, we will move to Section III, 2 Jurisdiction. Any comments or concerns? 3 None being noted, we will move to Section IV, 4 Procedure for Handling Confidential Information. Are there any 5 specific items that either the parties or staff would like to 6 address in that section? 7 Hearing none, we will move to Section V, Prefiled 8 Testimony, Exhibits, Witnesses. I'd like to ask the parties 9 whether they might be willing to shorten or dispense with 10 witness summaries of testimony? 11 MR. WILLIS: Commissioner, I think that it would be 12 helpful if we did present a short summary prior to their 13 testifying, from two to five minutes, something like that. 14 COMMISSIONER SKOP: Thank you. I guess five minutes 15 is typically provided. If it could be shortened, great. But 16 if the parties think that's adequate, that would be great; if 17 not, if we can do it in a much shorter time, that would be 18 nice, also. 19 MR. WILLIS: I think five minutes is certainly 20 adequate, and we'll try to be as succinct as possible. 21 COMMISSIONER SKOP: Mr. Cavros. 22 MR. CAVROS: Commissioner, we would prefer up to five 23 minutes. Southern Alliance for Clear Energy is only putting on 24 two witnesses. 25

5

COMMISSIONER SKOP: All right. Thank you.

Based on the input of the parties, I think five minutes would be adequate. Moving on to Section VI, Order of Witnesses. I'd like to ask the parties whether they are willing to stipulate to any of the witnesses at this point?

1

6 MS. BRUBAKER: Actually, I guess staff will go ahead 7 and chair-up this discussion. Parties and staff have been in 8 discussions for the last few weeks about which witnesses the 9 parties and staff would be willing to stipulate. And, of 10 course, that's contingent upon the Commissioners being willing 11 to excuse the witnesses, also.

For the purposes of the prehearing and requesting whether the Commissioners can excuse the witnesses, I believe we have identified TECO Witnesses Taylor, Remmers, Cifuentes, and Szelistowski. And we're welcome to entertain other names, or if that's complete, we'll just go ahead and have those marked as possible stipulations.

18 COMMISSIONER SKOP: Do the parties have a comment? 19 MR. CAVROS: Commissioner, the Southern Alliance for 20 Clean Energy has identified also Mr. Szelistowski, and, in 21 addition, Mr. Taylor.

22 COMMISSIONER SKOP: Thank you.
23 TECO, any additional?
24 MR. WILLIS: None in addition.
25 COMMISSIONER SKOP: And with respect to, I believe

FLORIDA PUBLIC SERVICE COMMISSION

it's on TECO testimony with the witnesses, I'd like to inquire 1 whether the direct and rebuttal testimony can be taken up 2 3 separately or together. MR. WILLIS: Commissioner, we only have one rebuttal 4 witness, and I think that it would serve for clarity and to 5 help frame the issues if that witness comes after the testimony 6 7 to which he is rebutting. COMMISSIONER SKOP: Any objection? 8 MR. CAVROS: Commissioner, that wouldn't be a problem 9 for Southern Alliance for Clean Energy, but I would like to go 10 back to the last issue, if I could. 11 12 I believe I misspoke. Southern Alliance for Clean Energy would like to stipulate to Mr. Taylor and to Mr. 13 Szelistowski. We believe that we have questions to ask of the 14 15 other witnesses. COMMISSIONER SKOP: Staff, make proper note of that. 16 Moving back to Section VI, with respect to the direct 17 and rebuttal, I believe TECO stated their position, that they 18 would like to have that taken up separately. And does Southern 19 Alliance have any objection to that? 20 MR. CAVROS: No, Southern Alliance has no objection. 21 COMMISSIONER SKOP: So noted. 2.2 With respect to Section VII, Basic Positions, are 23 24 there any --MR. WILLIS: Before we do that, with respect to the 25

7

issues that the rebuttal testimony of Mr. Bryant addresses, we 1 should eliminate Issue 3 and 5 that are listed there in that 2 3 string of issues. So it should be 1, 2, 4, 6 and 7. 4 COMMISSIONER SKOP: Could you please repeat that 5 aqain? 6 MR. WILLIS: Mr. Bryant will be speaking in his 7 rebuttal to Issues 1, 2, 4, 6 and 7. COMMISSIONER SKOP: Okay. And that's, I believe, 8 9 reflected in the draft prehearing order. 10 MS. BRUBAKER: It will be, yes. 11 COMMISSIONER SKOP: Thank you. With respect to Section VII, again, Basic Positions, 12 13 any comments on those? 14 MR. CAVROS: Could I have just one minute to look it 15 over? COMMISSIONER SKOP: Sure. 16 17 MS. BRUBAKER: While Mr. Cavros is reviewing, just for the record, I think it's understood, but just so we're 18 19 clear, to the extent that are further changes/modifications to 20 positions and what have you, staff is more than happy to make 21 those after the prehearing. To the extent they need to be 22 made, parties can simply forward me the new language and I will 23 make sure it gets incorporated into the draft. 24 COMMISSIONER SKOP: Thank you. 25 MR. CAVROS: Thank you.

8

COMMISSIONER SKOP: Okay.

Hearing no comments or concerns with respect to Section VII, Basic Positions, we will move on to Section VIII, which are the issues and positions. I note that there are, or should be an issue with respect to Issue 4, due to some statutory requirements, and I will ask staff to briefly speak to those.

8

1

MS. BRUBAKER: That's right.

9 The language in Issue 4, staff has proposed a 10 modification to include the term "renewable energy sources and 11 technologies" in addition to the conservation measures that was 12 in the previous draft of that issue. That is simply to reflect 13 the current language as it appears in Section 403.519, Florida 14 Statutes.

I note that TECO has provided a revised position for that issue, SACE has not yet, and they may wish to. If so, we would be more than happy to take that revised position subsequent to the prehearing, at the appropriate time.

19 COMMISSIONER SKOP: Do you know if Southern Alliance 20 for Clean Energy has had an opportunity to look at the proposed 21 language?

MS. BRUBAKER: I raised this, I believe, on Friday, and I provided the revised language in electronic format in the draft this morning, but I don't -- I think that we have had a chance to communicate about what the change is and why it's

FLORIDA PUBLIC SERVICE COMMISSION

2 MR. CAVROS: Commissioner, Southern Alliance had an 3 opportunity to review it, and we don't have any objections to 4 it.

COMMISSIONER SKOP: Okav. 5 And, like I said, I was going to raise one particular 6 7 issue with respect to Issue 1 and Issue 2, to the extent whether they could be made more generic as opposed to 8 referencing a specific generating unit, but I think we will 9 skip that. But it seems like you might be able to ask the 10 threshold question more generically as to whether there is a 11 need in itself without getting into specifics, but we'll save 12 that for another time. 13

14 Moving on to -- are those the only other, any other 15 issues with respect to Section VIII on Issues and Positions?

Hearing none, I will move on to Section IX, the Exhibit List. And it's my understanding that staff will note for the record that they have prepared a Comprehensive Exhibit List, and if they could please speak to that.

20

MS. BRUBAKER: Certainly.

One thing staff has found very helpful in the course of the hearing is to prepare, basically, a consolidated exhibit list. It's basically for reference at the hearing. Part of that exhibit is the prefiled exhibits of all parties, and that will simply be listed and numbered. And our recommendation at

FLORIDA PUBLIC SERVICE COMMISSION

hearing will be to simply identify those exhibits by those
 numbers indicated in that list. It's for ease of reference.
 The exhibits would not be typically admitted at that time, they
 would be admitted in turn as each witness' testimony is
 presented.

That list will also include a proposed staff 6 composite exhibit. We have not yet provided that information 7 to the parties yet. We will do so very shortly. We expect 8 what that will consist of is largely discovery responses and 9 probably deposition transcripts. This is also something we 10 have done just for ease at the hearing. At the time it's 11 provided to the parties, hopefully in the next day or two, 12 13 we'll ask that the parties look at the list and determine if they have any objection to the entry, the stipulated entry of 14 those exhibits into the record. And if they have any questions 15 16 or concerns about that, I would be certainly happy to address 17 them.

18

25

COMMISSIONER SKOP: Thank you.

19Any comments or concerns with respect to the Exhibit20List?

Hearing none, we will move to Section X, ProposedStipulations.

23 MS. BRUBAKER: Staff is not aware of any stipulations24 at this time.

COMMISSIONER SKOP: Hearing none, we will move on to

1

4

12

18

19

2.2

Section XI, Pending Motions.

2 MS. BRUBAKER: Staff is unaware of any pending 3 motions at this time.

COMMISSIONER SKOP: Parties? No. Okay.

5 Hearing none, we will move on to Section XII, Pending 6 Confidentiality Motions, and it's my understanding that there 7 may be one or more requests pending.

8 MS. BRUBAKER: Currently, there are four requests 9 pending. Staff intends to get those orders to the prehearing 10 officer for determination as quickly as possible. But at this 11 time we have identified four pending confidentiality matters.

COMMISSIONER SKOP: Thank you.

Moving forward, Section XIII, Post-hearing Procedures. I would like to see if the parties have any concerns with respect to requests for number of words in their post-hearing positions and/or the number of pages of the post-hearing briefs.

MR. WILLIS: That's fine.

MR. CAVROS: No objection.

20 COMMISSIONER SKOP: Hearing none, we will move on to 21 Section XIV, Rulings.

Staff.

MS. BRUBAKER: Yes. Often the parties will be interested in offering opening statements prior to the presentation of witnesses. This typically happens after the

public testimony portion that begins our hearing. In the past, 1 generally a time limit is set for those opening statements, 2 anything from five to ten minutes is typical. I would, 3 perhaps, ask to see if the parties are interested in making 4 opening statements, and if so what amount of time they feel 5 would be appropriate. б MR. WILLIS: We would like to make an opening 7 statement of about five minutes. 8 MR. CAVROS: Southern Alliance would like to make an 9 opening statement, as well. I anticipate it would take about 10 ten minutes. 11 MR. WILLIS: Well, if you're going to provide a limit 12 and allow him ten minutes, allow us ten minutes, as well. 13 We're not necessarily going to use it, but it should be an 14 equal allocation. 15 MS. BRUBAKER: I would be happy to draft the order to 16 17 reflect up to ten minutes. COMMISSIONER SKOP: Yes, with respect to Southern 18 Alliance, balancing, it should be equal time, so I was just 19 going to raise that issue myself. So in the interest of equal 20 time, based on the input from the represented parties, we'll 21 basically make a ruling that the statements shall be limited to 2.2 ten minutes, or not to exceed ten minutes, if you will. 23 Moving forward onto Section XV, Other Matters. Are 24 there any other matters that need to be addressed within the 25

1 prehearing conference?

-	
2	MS. BRUBAKER: Staff is not aware of any. However, I
3	would note to the extent that any additional changes other than
4	what have been discussed today to the parties' positions or
5	what have you, if you would please have them to me by close of
6	business tomorrow, which is September 25th, so we can quickly
7	get the order finalized and out, it would be much appreciated.
8	COMMISSIONER SKOP: And with that, seeing no
9	additional matters, I think we can adjourn.
10	Thank you.
11	(The prehearing concluded at 1:48 p.m.)
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
	FLORIDA PUBLIC SERVICE COMMISSION

	15
1	STATE OF FLORIDA)
2	: CERTIFICATE OF REPORTER
3	COUNTY OF LEON)
4	T TANE ENDOR DDD Chief Heaving Dependen Couries
5	I, JANE FAUROT, RPR, Chief, Hearing Reporter Services Section, FPSC Division of Commission Clerk, do hereby certify
6	that the foregoing proceeding was heard at the time and place herein stated.
7	IT IS FURTHER CERTIFIED that I stenographically reported the said proceedings; that the same has been
8	transcribed under my direct supervision; and that this transcript constitutes a true transcription of my notes of said
9	proceedings.
10	I FURTHER CERTIFY that I am not a relative, employee, attorney or counsel of any of the parties, nor am I a relative
11	or employee of any of the parties' attorney or counsel connected with the action, nor am I financially interested in
12	the action.
13	DATED THIS 25th day of September, 2007.
14	
15	JANE FAUROT, RPR
16	Official FPSC Hearings Reporter (850) 413-6732
17	
18	
19	
20	
21	
22	
23	
24	
25	
	FLORIDA PUBLIC SERVICE COMMISSION