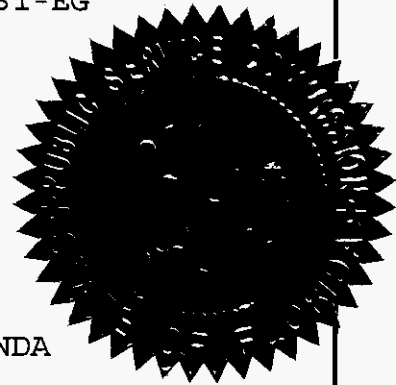


BEFORE THE  
FLORIDA PUBLIC SERVICE COMMISSION

In the Matter of:

DOCKET NO. 110031-EG

PETITION FOR APPROVAL OF  
RESIDENTIAL SERVICE DYNAMIC  
PRICE RESPONSE PILOT RATE BY  
FLORIDA POWER & LIGHT COMPANY.



PROCEEDINGS: COMMISSION CONFERENCE AGENDA  
ITEM NO. 8

COMMISSIONERS  
PARTICIPATING: CHAIRMAN ART GRAHAM  
COMMISSIONER LISA POLAK EDGAR  
COMMISSIONER RONALD A. BRISÉ  
COMMISSIONER EDUARDO E. BALBIS  
COMMISSIONER JULIE I. BROWN

DATE: Tuesday, May 24, 2011

PLACE: Betty Easley Conference Center  
Room 148  
4075 Esplanade Way  
Tallahassee, Florida

REPORTED BY: LINDA BOLES, RPR, CRR  
Official FPSC Reporter  
(850) 413-6734

DOCUMENT NUMBER-DATE

FLORIDA PUBLIC SERVICE COMMISSION

03723 MAY 27 =

FPSC-COMMISSION CLERK

## P R O C E E D I N G S

1  
2           **CHAIRMAN GRAHAM:** Let's move over one page to  
3 Item Number 8.

4           **MS. ROBERTS:** Good morning, Commissioners.  
5 I'm Arlisha Roberts with Commission Staff.

6           Item 8, Docket Number 110031, is FPL's request  
7 for Commission approval to implement its dynamic price  
8 response pilot rate and its associated tariff sheets as  
9 part of its Energy Smart In-Home Technology Project.

10           In addition to the rate and tariffs, FPL is  
11 also seeking authorization to administer this program  
12 through the Energy Conservation Cost Recovery clause.  
13 The purpose of this project is to allow FPL to study the  
14 technical feasibility, the economic merit, and customer  
15 acceptance of emerging smart-grid enabled customer --  
16 consumer technologies.

17           Staff has reviewed FPL's petition and analyzed  
18 all supporting documents. Staff recommends the  
19 Commission approve FPL's request to implement the  
20 dynamic price response pilot rate, its associated  
21 tariffs, and allow them to administer the rate through  
22 the Energy Conservation Cost Recovery clause. Staff and  
23 a representative from the company is available to answer  
24 any questions you may have.

25           **CHAIRMAN GRAHAM:** Thank you, Staff.

1 Commissioner Edgar.

2 **COMMISSIONER EDGAR:** Thank you, Mr. Chairman.  
3 I did have just a couple, I think, brief questions on  
4 this item.

5 The first is I recognize that the funding for  
6 the meters and other costs are from the federal ARRA  
7 grant. So with that in mind, realizing though that  
8 there is the request for the factor change through the  
9 ECCR, just to simplify perhaps let me pose to the  
10 company, there is no cost to ratepayers for this change;  
11 is that correct?

12 **MS. CANO:** That's correct. The -- I'm sorry.  
13 Jessica Cano on behalf of Florida Power & Light Company.

14 That's correct. The ECCR clause will only be  
15 used as the vehicle to charge participants, the  
16 voluntary participants in the program. It will not  
17 affect the ECCR factors or the total ECCR recovery to  
18 the general body of customers.

19 **COMMISSIONER EDGAR:** Thank you. And then I  
20 note in the summary, the conclusion portion of the  
21 write-up to Issue 1, the information that we have before  
22 us says, and I'll read directly, that this will allow,  
23 this proposal will allow the company to, quote, collect  
24 data to better understand the technical feasibility,  
25 economic merit and customers' acceptance of emerging

1 smart-grid technologies and dynamic pricing, all of, all  
2 of which I am very supportive of. But I have to ask the  
3 question, is the sample for this project large enough to  
4 really gather information to achieve that type of  
5 analysis?

6 **MS. CANO:** It actually is. The Department of  
7 Energy set certain criteria as far as a minimal number  
8 of participants that must be enrolled for statistical  
9 relevance or accuracy, and we've overshot that in our  
10 proposal before you today by quite a bit just in case  
11 there's attrition or we can't enroll the number of  
12 customers that we're hoping to enroll. So, yes, we do  
13 believe that the sample is a valid sample.

14 **COMMISSIONER EDGAR:** I look forward to reading  
15 the analysis if the full Commission supports it.

16 And my last question, Mr. Chairman, would be  
17 to Staff. And that is I note that the last issue is to  
18 close the docket, but yet we are saying that we will  
19 receive additional information and that it is a tariff  
20 change for a set amount of time. And so my question  
21 procedurally is is the best way to close the docket at  
22 this time or to leave it open, realizing those next  
23 steps?

24 **MR. YOUNG:** Commissioner, Keino Young.  
25 Generally in these kind of dockets we usually close the

1 docket if there's no protest. But if, if it's the  
2 Commission's decision to leave the docket open pending  
3 further evaluation of the study, then that's -- Staff is  
4 fine with that also.

5 **COMMISSIONER EDGAR:** And I would -- I  
6 appreciate that. But I would put it right back at you,  
7 which I'm just asking which, if, if there would be any  
8 benefit to leaving it open or if merely administrative  
9 procedurally it makes more sense to close it, realizing  
10 that there are some next steps to come.

11 **MR. YOUNG:** I think the latter is the proper,  
12 a proper way to go in terms of realizing that FPL will  
13 collect data, and Staff can do a data request to get the  
14 final analysis of the sample statistics.

15 **COMMISSIONER EDGAR:** And am I correct that  
16 this tariff change request is for a set period of time;  
17 therefore, it will be coming back before us, if indeed  
18 it were to be continued or changed?

19 **MR. YOUNG:** We'll -- it's my understanding  
20 we'll handle that administratively in terms of the  
21 changing of the tariffs, so it won't be coming back to  
22 you. But, again, Staff will follow up with a data  
23 request to ensure that we get analysis of the sample  
24 statistics that the company is conducting.

25 **COMMISSIONER EDGAR:** All right. Thank you.

1 And thank you, Mr. Chairman. And I'm fine with the item  
2 moving forward as is.

3 CHAIRMAN GRAHAM: It's been moved and seconded  
4 to move Staff recommendation on Item Number 8. Any  
5 further discussion on number 8?

6 Seeing none, all in favor, say aye.

7 (Affirmative vote.)

8 Those opposed? By your action, you've approved  
9 Item Number 8.

10 (Agenda item concluded.)

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STATE OF FLORIDA        )  
                                  ;  
COUNTY OF LEON        )                    CERTIFICATE OF REPORTER

I, LINDA BOLES, RPR, CRR, Official Commission Reporter, do hereby certify that the foregoing proceeding was heard at the time and place herein stated.

IT IS FURTHER CERTIFIED that I stenographically reported the said proceedings; that the same has been transcribed under my direct supervision; and that this transcript constitutes a true transcription of my notes of said proceedings.

I FURTHER CERTIFY that I am not a relative, employee, attorney or counsel of any of the parties, nor am I a relative or employee of any of the parties' attorneys or counsel connected with the action, nor am I financially interested in the action.

DATED THIS 27<sup>th</sup> day of May, 2011.

Linda Boles  
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