BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

11 SEP 12 PM 1:44

FPSC-COMMISSION CLERK

| | | | 12 111 |
|-------------|--|-------------------------------------|---------------------|
| In re | e: Environmental cost recovery clause. | DOCKET NO. 110007-EI | COMMISSION CLERK |
| | | DATED: SEPTEMBER 12, 2011 | CLERK |
| | STAFF'S PRELIMINARY LIS | ST OF ISSUES AND POSITIONS | |
| | STATE STATES AND THE STATE OF THE STATES AND THE ST | 51 G. 1550E57H12 T OSH11G115 | |
| - | Pursuant to Order No. PSC-11-0150- nearing procedure in this docket, the Staff its Preliminary List of Issues and Position | of the Florida Public Service Comm | _ |
| | GENER | LIC ISSUES | |
| 1. | What are the final environmental cosperiod ending December 31, 2010? | st recovery true-up amounts for the | |
| | STAFF: No position at this time. | | |
| 2. | 2. What are the estimated environmental cost recovery true-up amounts for the period January 2011 through December 2011? | | |
| | STAFF: No position at this time. | | |
| 3. | What are the projected environmental cost recovery amounts for the period January 2012 through December 2012? | | |
| | STAFF: No position at this time. | | |
| 4. | What are the environmental cost rec the period January 2012 through De | | amounts, for |
| | STAFF: No position at this time. | | |
| 5. | What depreciation rates should be used to develop the depreciation expense included in the total environmental cost recovery amounts for the period January 2012 through December 2012? | | |
| <u>5</u> | STAFF: The depreciation rates used trates that are in effect during the period | | |
| | | | |
| | | DOCUMENT | NUMBER-SAT |
| +RP2 | | 0652 | 24 SEP 12 = |

6. What are the appropriate jurisdictional separation factors for the projected period January 2012 through December 2012?

STAFF: No position at this time.

7. What are the appropriate environmental cost recovery factors for the period January 2012 through December 2012 for each rate group?

STAFF: The factors are a mathematical calculation based on the resolution of company-specific issues. Staff asks for administrative authority to review the calculations reflecting the Commission's vote and include the resulting factors in the Order.

8. What should be the effective date of the new environmental cost recovery factors for billing purposes?

STAFF: The factors should be effective beginning with the specified environmental cost recovery cycle and thereafter for the period January 2012 through December 2012. Billing cycles may start before January 1, 2012 and the last cycle may be read after December 31, 2012, so that each customer is billed for twelve months regardless of when the adjustment factor became effective.

COMPANY-SPECIFIC ISSUES

Florida Power & Light (FPL)

A. Should FPL be allowed to recover the costs associated with its proposed St. Lucie Cooling Water Monitoring Project?

STAFF: No position at this time.

B. How should the costs associated with FPL's proposed St. Lucie Cooling Water Monitoring Project be allocated to the rate classes?

STAFF: No position at this time.

C. Should FPL be allowed to recover the costs associated with its proposed Industrial Boiler MACT Project?

STAFF: No position at this time.

D. How should the costs associated with FPL's proposed Industrial Boiler MACT Project be allocated to the rate classes?

STAFF: No position at this time.

E. Should FPL be allowed to recover the costs associated with its proposed NPDES Permit Renewal Requirement Project?

STAFF: No position at this time.

F. How should the costs associated with FPL's proposed NPDES Permit Renewal Requirement Project be allocated to the rate classes?

STAFF: No position at this time.

G. Should FPL be allowed to include the costs associated with its 800 MW ESP Project in its 2012 ECRC factor?

STAFF: No position at this time.

H. Should FPL be allowed to recover the costs associated with the additional activities required for the Manatee Temporary Heating System Project at Cap Canaveral Plant?

STAFF: No position at this time.

Progress Energy Florida (PEF)

A. Should PEF be allowed to recover the costs associated with its proposed NPDES Permit Renewal Requirement Project?

STAFF: No position at this time

B. How should the costs associated with PEF's proposed NPDES Permit Renewal Requirement Project be allocated to the rate classes?

STAFF: No position at this time

C. Should PEF be allowed to create a regulatory asset to recover its \$22.5 million in now worthless NOx allowances Over a one year amortization period?

STAFF: No position at this time.

Gulf Power Company (Gulf)

A. Should Gulf be allowed to recover the costs associated with its proposed Impoundment Integrity Inspection Project?

STAFF: No position at this time.

STAFF'S PRELIMINARY LIST OF ISSUES AND POSITIONS DOCKET NO. 110007-EI PAGE 4

B. How should the costs associated with Gulf's proposed Impoundment Integrity Inspection Project be allocated to the rate classes?

STAFF: No position at this time.

C. Should Gulf be allowed to recover the costs associated with the Plant Crist Units 6 and 7 turbine upgrades?

STAFF: No position at this time.

D. Should the Commission approve Gulf's proposed treatment of its CAIR-related NOx allowances?

STAFF: No position at this time.

Tampa Electric Company (TECO)

None

Dated this 12th day of September, 2011.

Respectfully submitted,

MARTHA C. BROWN, STAFF COUNSEL FLORIDA PUBLIC SERVICE COMMISSION

Gerald L. Gunter Building 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Telephone: (850) 413-6187

MCB

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Environmental cost recovery clause.

DOCKET NO. 110007-EI

FILED: SEPTEMBER 12, 2011

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of STAFF'S PRELIMINARY LIST OF ISSUES AND POSITIONS was furnished to the following by electronic and U.S. Mail, on this 12th day of September, 2011.

Florida Power & Light Company John T. Butler 700 Universe Boulevard Juno Beach, FL 33408-0420 Florida Power & Light Company Kenneth Hoffman 215 South Monroe Street, Suite 810 Tallahassee, FL 32301-1858

Ausley & McMullen J. Jeffry Wahlen/James D. Beasley Post Office Box 391 Tallahassee, Florida 32302 Beggs & Lane Law Firm Jeffrey A. Stone/Russell A. Badders/ Steven R.Griffin Post Office Box 12950 Pensacola, Florida 32591-2950

Florida Industrial Power Users Group Vicki Gordon Kaufman/Jon C. Moyle, Jr. c/o Keefe Law Firm, The Perkins House 118 North Gadsden Street Tallahassee, Florida 32301-3828 Progress Energy Florida, Inc. Mr. Paul Lewis, Jr. 106 East College Avenue, Suite 800 Tallahassee, Florida 32301-7740

Keefe Anchors Gordon & Moyle, P.A. Vicki Gordon Kaufman/Jon C. Moyle, Jr. 118 North Gadsden Street Tallahassee, Florida 32301 Office of Public Counsel
J.R. Kelly/Patricia Christensen/Charles Rehwinkel
c/o The Florida Legislature
111 W. Madison Street, Room 812
Tallahassee, Florida 32399-1400

CERTIFICATE OF SERVICE DOCKET NO. 110007-EI PAGE 2

Tampa Electric Company Ms. Paula K. Brown, Regulatory Affairs Post Office Box 111 Tampa, Florida 33601-0111

Gulf Power Company Ms. Susan D. Ritenour One Energy Place Pensacola, FL 32520-0780

Federal Executive Agencies Karen S. White, Staff Attorney AFCESA/ULFSC 139 Barnes Drive, Suite 1 Tyndall AFB, FL 32403-5319 Progress Energy Service Company, LLC John T. Burnett/Dianne M. Triplett Post Office Box 14042 St. Petersburg, Florida 33733-4042

Hopping Green & Sams, P.A. Gary V. Perko Post Office Box 6526 Tallahassee, FL 32314

MARTHA C. BROWN, STAFF COUNSEL FLORIDA PUBLIC SERVICE COMMISSION Gerald L. Gunter Building 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850 Telephone No. (850) 413-6187