

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Energy conservation cost recovery
clause.

DOCKET NO. 140002-EG

DATED: September 26, 2014

COMMISSION STAFF'S PREHEARING STATEMENT

Pursuant to Order No. PSC-14-0085-PCO-EG, filed February 4, 2014, the Staff of the Florida Public Service Commission files its Prehearing Statement.

1. All Known Witnesses

There are no known witnesses at this time.

2. All Known Exhibits

There are no known exhibits at this time.

3. Staff's Statement of Basic Position

Staff's positions are preliminary and based on materials filed by the parties and on discovery. The preliminary positions are offered to assist the parties in preparing for the hearing. Staff's final positions will be based upon all the evidence in the record and may differ from the preliminary positions stated herein.

4. Staff's Position on the Issues

ISSUE A: For each utility, what is the appropriate end date for the Commission's approved solar pilot programs?

POSITION: Pursuant to Order Nos. PSC-10-0605-FOF-EG, PSC-10-0678-PAA-EG, PSC-11-0079-PAA-EG, PSC-10-0608-PAA-EG, and PSC-10-0736-PAA-EG, each company's solar pilot programs, as specified in its respective order, should be offered in 2015, and the programs terminated at the end of five years from the Consummating Order or as otherwise determined by the Commission.

ISSUE 1: What are the final conservation cost recovery true-up amounts for the period January 2013 through December 2013?

POSITION: Staff recommends that the appropriate final conservation cost recovery true-up amounts for the period January 2013 through December 2013 are as follows:

Duke Energy Florida (DEF)	\$3,411,350	Underrecovery
Florida Power & Light (FPL)	\$1,964,488	Overrecovery

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Florida Public Utilities (FPUC)	\$82,299	Underrecovery
Gulf Power Company (GPC)	\$1,579,073	Underrecovery
Tampa Electric Company (TECO)	\$5,476,721	Overrecovery

ISSUE 2: What are the total conservation cost recovery amounts to be collected during the period January 2015 through December 2015?

POSITION: Staff recommends that the appropriate total conservation cost recovery amount to be collected during the period January 2015 through December 2015 for Florida Public Utilities (FPUC) is \$688,627.

Staff has no position pending evidence adduced at the hearing for the following utilities:

Duke Energy Florida (DEF)
Florida Power & Light (FPL)
Gulf Power Company (GPC)

Tampa Electric Company (TECO)

ISSUE 3: What are the conservation cost recovery factors for the period January 2015 through December 2015?

POSITION: Staff recommends that the appropriate conservation cost recovery factor during the period January 2015 through December 2015 for Florida Public Utilities (FPUC) is \$0.00107 per kWh (consolidated levelized).

Staff has no position pending evidence adduced at the hearing for the following utilities:

Duke Energy Florida (DEF)
Florida Power & Light (FPL)
Gulf Power Company (GPC)
Tampa Electric Company (TECO)

ISSUE 4: What should be the effective date of the new conservation cost recovery factors for billing purposes?

POSITION: The new factors should be effective beginning with the first billing cycle for January 2015, and thereafter through the last billing cycle for December 2015. The first billing cycle may start before January 2015, and the last billing cycle may end after December 31, 2015, so long as each customer is billed for twelve months regardless of when the factors became effective. These charges should continue in effect until modified by subsequent order of this Commission.

ISSUE 4A: Should the Commission require the utilities to separate their Energy Conservation Cost Recovery expenditures into two categories, one for

Energy Efficiency programs and the other for Demand Side Management programs?

POSITION: Staff has no position pending evidence adduced at the hearing. Additionally, because of the complexity of this issue in conjunction with the late date it was raised, staff recommends the issue be addressed in a separate docket to allow development of a comprehensive hearing record.

ISSUE 4B: Should the Commission allow pro-active non-residential customers who implement their own energy efficiency programs and meet certain other criteria to opt out of the utility's Energy Efficiency programs and not be required to pay the cost recovery charges for the utility's Energy Efficiency programs approved by the Commission pursuant to Section 366.82, Florida Statutes?

POSITION: Staff has no position pending evidence adduced at the hearing. Additionally, because of the complexity of this issue in conjunction with the late date it was raised, staff recommends the issue be addressed in a separate docket to allow development of a comprehensive hearing record.

ISSUE 4C: If the Commission allows pro-active customers to opt out of participating in, and paying for, a utility's Energy Efficiency's programs, what criteria should the Commission apply in determining whether customers who wish to opt out are eligible to do so.

POSITION: Staff has no position pending evidence adduced at the hearing. Additionally, because of the complexity of this issue in conjunction with the late date it was raised, staff recommends the issue be addressed in a separate docket to allow development of a comprehensive hearing record.

COMPANY SPECIFIC CONSERVATION COST RECOVERY ISSUE

Tampa Electric Company

ISSUE 5: What is the Contracted Credit Value for the GSLM-2 and GSLM-3 rate riders for Tampa Electric Company for the period January 2015 through December 2015?

POSITION: In accordance with Order No. PSC-99-1778-FOF-EI, issued September 10, 1999 in Docket No. 990037-EI, for the forthcoming cost recovery period, January 2015 through December 2015, the Contracted Credit Value for the GSLM-2 and GSLM-3 rate riders will be \$8.14 per kW.

ISSUE 6: What are the residential Price Responsive Load Management (RSVP -1) rate tiers for Tampa Electric Company for the period January 2015 through December 2015?

POSITION: For the period January 2015 through December 2015, the Residential Price Responsive Load Management (RSVP-1) rates are as follows:

<u>Rate Tier</u>	<u>Dollars per kWh</u>
P4	\$ 0.31885
P3	\$ 0.07404
P2	\$(0.00709)
P1	\$(0.02429)

5. Stipulated Issues

None at this time.

6. Pending Motions

There are no pending motions.

7. Pending Confidentiality Claims or Requests

Staff has no Confidentiality Claims or Requests.

8. Objections to Witness Qualifications as an Expert

None at this time.

9. Compliance with Order No. PSC-14-0085-PCO-EG

Staff has complied with all requirements of the Order Establishing Procedure entered in this docket.

Respectfully submitted this 26th day of September, 2014.

/s/ Lee Eng Tan

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that STAFF'S PREHEARING STATEMENT has been filed with Office of Commission Clerk and one copy has been furnished to the following by electronic mail, on this 26th day of September, 2014:

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