

State of Florida



Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD
TALLAHASSEE, FLORIDA 32399-0850

-M-E-M-O-R-A-N-D-U-M-

DATE: January 28, 2025

TO: Mike La Rosa, Chairman
Art Graham, Commissioner
Gary F. Clark, Commissioner
Andrew Giles Fay, Commissioner
Gabiella Passidomo Smith, Commissioner

FROM: Andrew L. Maurey, Director, Division of Accounting & Finance

ALM

RE: Docket No. 20150171-EI (*Petition for Issuance of Nuclear Asset-Recovery Financing Order by Duke Energy Florida*) Response to the December 20, 2024, Request by Duke Energy Florida for a Routine Asset Securitization Charge True-Up Adjustment Effective for the March 2025 billing cycle.

Pursuant to Order No. PSC-2015-0537-FOF-EI (Financing Order) and Section 4.01(b)(i) of the Nuclear Asset-Recovery Property Servicing Agreement (Servicing Agreement), Duke Energy Florida, LLC (DEF) as Servicer of the Nuclear Asset-Recovery Bonds, Series A ("Bonds"), and on behalf of the New York Mellon Trust Company, National Association (the "Trustee") under the Indenture between Duke Energy Florida Project Finance, LLC, (the "Issuer") and the assignee of the Issuer, hereby request an adjustment to the nuclear asset-recovery charges. This adjustment is intended to satisfy the requirements of Section 366.95, Florida Statutes, (Statute) and the Financing Order by ensuring the Nuclear Asset Recovery Charges will recover amounts sufficient to timely provide all payments of debt service and other required amounts and charges in connections with the Bonds during the upcoming Remittance Period.

Paragraph 29 of the Financing Order states: "After issuance of nuclear asset-recovery bonds, the servicer will submit such true-up adjustment filings in the form attached as an exhibit to the Servicing Agreement (a "True-Up Adjustment Letter"). The nuclear asset-recovery bonds were issued on June 22, 2016. DEF filed its most recent semi-annual True-Up Adjustment Letter on December 20, 2024.

Paragraph 29 of the Financing Order describes how such True-Up Adjustment letters are to be handled:

Consistent with Section 366.95(2)(c)4., Florida Statutes, our staff, upon the filing of a True-Up Adjustment Letter made pursuant to this Order, will either administratively approve the requested true-up calculation in writing or inform the servicer of any mathematical errors in its calculations as expeditiously as possible but no later than 60 days following the servicer's true-up filing ... If no action is

taken within 60 days of the true-up filing, the true-up calculation shall be deemed approved. Upon administrative approval or the passage of 60 days without notification of a mathematical error, no further action of this Commission will be required prior to implementation of the true-up.

DEF's True-Up Adjustment Letter dated December 20, 2024, and its 30 pages of supporting schedules were reviewed by staff and no mathematical errors were found.

Attached is DEF's One Hundred and Eighth Revised Sheet No. 6.105 in legislative format. The Asset Securitization Charge (ASC) for the residential class will decrease from \$2.27 to \$2.14 per 1,000 kWh. The ASC included in residential customer bills will decrease by \$0.13 cents.

Per DEF's request in its True-Up Adjustment dated December 20, 2024, and in accordance with the Financing Order and Servicing Agreement, the proposed adjustments to the Nuclear Asset Recovery Charges will be effective for the March 2025 billing cycle. Staff is preparing the required approval letter for the new tariff sheets.

ALM/ans

cc Braulio Baez
Keith Hetrick
Mark Futrell
Mark Cicchetti
Devlin Higgins
Adam Teitzman
Mary Anne Helton
Elisabeth Draper
Walt Trierweiler, Office of Public Counsel
Dianne M. Triplett, Duke Energy Florida

Attachments



NO. 6.105

SECTION NO. VI
ONE HUNDRED AND ~~SEVENTH EIGHTH~~ REVISED SHEET NO. 6.105
CANCELS ONE HUNDRED AND ~~SIXTH SEVENTH~~ REVISED SHEET

Page 1 of 3

**RATE SCHEDULE BA-1
BILLING ADJUSTMENTS**

Applicable:

To the Rate Per Month provision in each of the Company's filed rate schedules which reference the billing adjustments set forth below.

COST RECOVERY FACTORS									
Rate Schedule/Metering Level	ECCR ⁽²⁾		CCR ⁽³⁾		ECRC ⁽⁴⁾	ASC ⁽⁵⁾	SPPCRC ⁽⁶⁾		SCRS ⁽⁷⁾
	¢/ kWh	\$/ kW	¢/ kWh	\$/ kW	¢/ kWh	¢/ kWh	¢/ kWh	\$/ kW	¢/ kWh
RS-1, RST-1, RSL-1, RSL-2 (Sec.) < 1000 > 1000	0.328	-	0.410	-	0.030	0.337 214	0.801	-	0.0003.1 18
GS-1, GST-1									
Secondary	0.288	-	0.357	-	0.028	0.402 187	0.894	-	0.0002.7 45
Primary	0.283	-	0.353	-	0.028	0.406 188	0.887	-	0.0002.7 18
Transmission	0.280	-	0.350	-	0.027	0.403 184	0.880	-	0.0002.6 90
GS-2 (Sec.)	0.222	-	0.252	-	0.026	0.456 134	0.355	-	0.0001.3 83
GSD-1, GSDT-1, SS-1*									
Secondary	-	0.89	-	1.07	0.027	0.477 162	-	1.92	0.0002.1 12
Primary	-	0.88	-	1.06	0.027	0.475 161	-	1.90	0.0002.0 81
Transmission	-	0.87	-	1.05	0.026	0.473 159	-	0.33	0.0002.0 70
CS-2, CST-2, CS-3, CST-3, SS-3*									
Secondary	-	0.63	-	0.72	0.025	0.444 118	-	1.15	0.0001.7 07
Primary	-	0.62	-	0.71	0.025	0.440 117	-	1.14	0.0001.6 80
Transmission	-	0.62	-	0.71	0.025	0.438 116	-	1.13	0.0001.6 73
IS-2, IST-2, SS-2*									
Secondary	-	0.77	-	0.88	0.025	0.464 131	-	1.54	0.0001.8 81
Primary	-	0.76	-	0.87	0.025	0.462 130	-	1.26	0.0001.8 72
Transmission	-	0.75	-	0.86	0.025	0.464 129	-	0.25	0.0001.8 53
LS-1 (Sec.)	0.110	-	0.107	-	0.021	0.984 051	0.586	-	0.0002.7 83
*SS-1, SS-2, SS-3									
Monthly									
Secondary	-	0.087	-	0.103	-	-	-	0.170	-
Primary	-	0.086	-	0.102	-	-	-	0.168	-
Transmission	-	0.085	-	0.101	-	-	-	0.167	-
Daily									
Secondary	-	0.041	-	0.049	-	-	-	0.081	-
Primary	-	0.041	-	0.049	-	-	-	0.080	-
Transmission	-	0.040	-	0.048	-	-	-	0.079	-
GSLM-1, GSLM-2	See appropriate General Service rate schedule								

Fuel Cost Recovery ⁽¹⁾				
Rate Schedule/Metering Level	Levelized	On-Peak	Off-Peak	Discount
	¢/ kWh	¢/ kWh	¢/ kWh	¢/ kWh
RS-1 Only	< 1,000	2.620	N/A	N/A

ISSUED BY: Thomas G. Foster, Vice President, Rates & Regulatory Strategy – FL

EFFECTIVE: ~~January 4, 2025~~ March 1, 2025

