Matthew R. Bernier Associate General Counsel

April 2, 2025

VIA ELECTRONIC FILING

Adam J. Teitzman, Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Re: Review of Storm Protection Plan, pursuant to Rule 25-6.030, F.A.C., Duke Energy Florida, LLC; Docket No. 20250015-EI

Dear Mr. Teitzman:

On behalf of Duke Energy Florida, LLC ("DEF"), please find enclosed for electronic filing in the above-referenced docket:

- DEF's Rebuttal Testimony of Alexandra M. Vazquez; and
- DEF's Rebuttal Testimony of Brian M. Lloyd.

Thank you for your assistance in this matter. Please feel free to call me at (850) 521-1428 should you have any questions concerning this filing.

Respectfully,

<u>/s/ Matthew R. Bernier</u> Matthew R. Bernier

MRB/mh Enclosures



CERTIFICATE OF SERVICE Docket No. 20250015-EI

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished to the following by electronic mail this 2nd day of April 2025, to all parties of record as indicated below.

/s/ Matthew R. Bernier

Attorney

Jacob Imig Jennifer Augspurger Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 jimig@psc.state.fl.us jaugspur@psc.state.fl.us	Walt Trierweiler / Charles J. Rehwinkel / Mary Wessling / Austin Watrous Office of Public Counsel 111 W. Madison St., Rm 812 Tallahassee, FL 32399 rehwinkel.charles@leg.state.fl.us trierweiler.walt@leg.state.fl.us watrous.austin@leg.state.fl.us wessling.mary@leg.state.fl.us	James W. Brew / Laura Wynn Baker / Sarah B. Newman Stone Mattheis Xenopoulos & Brew, PC PCS Phosphate-White Springs 1025 Thomas Jefferson Street, NW Suite 800 West Washington, DC 20007-5201 jbrew@smxblaw.com lwb@smxblaw.com sbn@smxblaw.com	Paula K. Brown Tampa Electric Company P. O. Box 111 Tampa FL 33601-0111 <u>regdept@tecoenergy.com</u>
Jon C. Moyle, Jr. / Karen A. Putnal Moyle Law Firm, P.A. FIPUG 118 North Gadsden Street Tallahassee, Florida 32301 jmoyle@moylelaw.com kputnal@moylelaw.com	Bradley Marshall / Jordan Luebkemann / Hema Lochan Earthjustice LULAC & FL Rising 111 S. Martin Luther King Jr. Blvd. Tallahassee, Florida 32301 bmarshall@earthjustice.org jluebkemann@earthjustice.org hlochan@earthjustice.org flcaseupdates@earthjustice.org	William C. Garner Law Office of William C. Garner, PLLC SACE 3425 Bannerman Road Unit 105, No. 414 Tallahassee, FL 32312 <u>bgarner@wcglawoffice.com</u>	Mike Cassel / Michelle D. Napier FPUC 208 Wildlight Ave. Yulee FL 32097 <u>mcassel@fpuc.com</u>
Tony Mendoza / Patrick Woolsey Sierra Club 2101 Webster Street Suite 1300 Oakland, CA 94612 tony.mendoza@sierraclub.org patrick.woolsey@sierraclub.org	Robert Scheffel Wright / John T. LaVia, III Gardner, Bist, Bowden, Dee, LaVia, Wright, Perry & Harper, P.A. Florida Retail Federation 1300 Thomaswood Drive Tallahassee, Florida 32308 <u>schef@gbwlegal.com</u> jlavia@gbwlegal.com	Nikhil Vijaykar Keyes & Fox LLP EVgo Services, LLC 580 California St., 12th Floor San Francisco, CA 94104 nvijaykar@keyesfox.com	Christopher T. Wright Florida Power & Light Company 700 Universe Boulevard Juno Beach, FL 33408-0420 christopher.wright@fpl.com
Sari Amiel Sierra Club 50 F St. NW, Eighth Floor Washington, DC 20001 <u>sari.amiel@sierraclub.org</u>	Peter J. Mattheis / Michael K. Lavanga / Joseph R. Briscar Stone Mattheis Xenopoulos & Brew, PC NUCOR 1025 Thomas Jefferson Street, NW Suite 800 West Washington, DC 20007-5201 pjm@smxblaw.com mkl@smxblaw.com jrb@smxblaw.com	Lindsey Stegall EVgo Services, LLC 11835 W. Olympic Blvd., Ste. 900E Los Angeles, CA 90064 <u>Lindsey.Stegall@evgo.com</u>	Kenneth A. Hoffman Florida Power & Light Company 134 West Jefferson Street Tallahassee, FL 32301-1713 <u>ken.hoffman@fpl.com</u>
J. Jeffrey Wahlen / Malcolm M. Means Ausley McMullen Tampa Electric Company Post Office Box 391 Tallahassee, Florida 32302 jwahlen@ausley.com mmeans@ausley.com	Beth Keating Gunster, Yoakley & Stewart, P.A. FPUC 215 South Monroe St., Suite 601 Tallahassee, FL 32301 <u>BKeating@gunster.com</u>	Frederick L. Aschauer, Jr., Esq. Allan J. Charles, Esq. Lori Killinger, Esq. Lewis, Longman & Walker P.A. AACE / Circle K / RaceTrac / Wawa 106 East College Avenue, Suite 1500 Tallahassee, Florida 32301 <u>fAschauer@llw-law.com</u> <u>acharles@llw-law.com</u> <u>lkillinger@llw-law.com</u> <u>jmelchior@llw-law.com</u>	

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION REVIEW OF STORM PROTECTION PLAN, PURSUANT TO RULE 25-6.030, F.A.C., DUKE ENERGY FLORIDA, LLC.

DOCKET NO. 20250015-EI

REBUTTAL TESTIMONY OF ALEXANDRA M. VAZQUEZ

ON BEHALF OF DUKE ENERGY FLORIDA, LLC

APRIL 2, 2025

1 I. INTRODUCTION AND QUALIFICATIONS.

2	Q.	Please state your name and business address.
3	A.	My name is Alexandra M. Vazquez. My current business address is 3300 Exchange Place,
4		Lake Mary, FL. 32746.
5		
6	Q.	Have you previously filed direct testimony in this docket?
7	A.	Yes, I filed direct testimony supporting the Company's SPP on January 15, 2025.
8		
9	Q.	Has your employment status and job responsibilities remained the same since
10		discussed in your previous testimony?
11	A.	Yes. My title has changed to Manager, Power Grid Operations Asset Management
12		Governance, but my job responsibilities are the same.
13		
14		

1 II. PURPOSE AND SUMMARY OF TESTIMONY.

2	Q.	What is the purpose of your rebuttal testimony?	
3	А.	The purpose of my testimony is to provide the Company's rebuttal to certain assertions and	
4		conclusions regarding the Transmission specific aspects of DEF's 2026-2035 Storm	
5		Protection Plan ("SPP 2026" or "Plan") contained in the direct testimony of OPC's witness	
6		Mara. Mr. Lloyd presents additional rebuttal of Mr. Mara's testimony.	
7			
8	Q.	Do you have any exhibits to your testimony?	
9	А.	No, I do not.	
10			
11	Q.	Please summarize your testimony.	
12	A.	My testimony focuses on Witness Mara's testimony as it relates to Transmission specific	
13		programs and subprograms and rebuts the incorrect conclusions contained within. In sum,	
14		when the Transmission programs are properly understood, it is clear the programs are	
15		rightfully included in the Company's SPP and should be approved. OPC's witness'	
16		arguments to the contrary demonstrate a lack of understanding of the programs themselves	
17		and are based on a narrow interpretation of Rule 25-6.030 (the "SPP Rule") that, in DEF's	
18		belief, unnecessarily curtails the scope of the SPP contrary to what appears to be the	
19		legislature's intent. Witness Mara's recommendations should be rejected by the	
20		Commission.	
21			
22	Q.	At a high level, did anything stand out to you in your review of Mr. Mara's testimony?	

A. Yes. After reviewing Witness Mara's Curriculum Vitae provided in Exhibit No. (KJM-1),
 it does not appear that Mr. Mara has experience operating a Transmission system. Based
 on my experience working on DEF's Transmission assets, I will address why I disagree
 with Witness Mara's opinion regarding each Transmission subprogram he discussed and
 further explain how they are designed to accomplish the goals of reducing outages and
 restoration costs resulting from extreme weather events.

7

8

Q. Have you fully described the Transmission programs within the SPP?

9 A. Yes. The Transmission programs were described in Exhibit No. (BML-1) – Program
10 Descriptions and further explained in my previously filed direct testimony. In this rebuttal
11 testimony, I will only address certain specific contentions raised by OPC's witness, Mr.
12 Mara.

13

14 III. INSULATOR UPGRADES

Q. Please describe how the Transmission Insulator upgrades subprogram meets the intent of the SPP Statute and Rule.

A. The Transmission Insulator Upgrades subprogram is intended to upgrade targeted equipment that is more vulnerable during extreme weather events to protect the integrity of the grid. Simply put, this subprogram of Structure Hardening will mitigate outages during extreme weather events. Structure hardening in its entirety is focused on reduction of outage times and restoration costs, however, the primary benefit of the Insulator upgrades subprogram is reduction in outages, thus improving operation of the grid during extreme weather events.

2	Q.	Does this subprogram's scope include various types of insulators?
3	А.	Yes. DEF's Insulator upgrade subprogram is not limited to a specific type of insulator or
4		application. Criteria for this subprogram is based on material properties and not insulator
5		application or configuration (e.g., post). Post insulator refers to the application and use of
6		the insulator, not the material. Therefore, post insulators are included.
7		
8	Q.	OPC Witness Mara pointed out that DEF did not include certain information
9		regarding this subprogram in its Exhibit No. (BML-1). Do you agree?
10	А.	Yes, Witness Mara is correct. DEF inadvertently omitted the Insulator upgrades
11		subprogram Year 1 location information in its Exhibit No. (BML-1) and filed a revised
12		version on March 13, 2025. The Year 1 Project List for Insulator Upgrades subprogram is
13		included in this corrected version on page 45 of 56.
14		
15	Q.	Can you explain why the Year 1 Project List for Insulator upgrades shows a customer
16		count of 0 for the locations identified?
17	A.	Yes. Service for all customers originates from the transmission system, which acts as a
18		bridge between the generation and the distribution system. The transmission system
19		consists of different voltages with the highest voltage portion (100kv and above) being the
20		bulk electric system ("BES"). The BES is subjected to mandatory reliability standards
21		published and administered by the North American Electric Reliability Council ("NERC")
22		under the authority of the Federal Energy Regulatory Commission ("FERC"). These

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standards require sufficient redundancy within the BES to allow continued operation even when one or more elements of the system is out of service.

3

Therefore, most of DEF's BES assets do not directly serve customers but instead serve as critical infrastructure maintaining power flow within and between DEF, neighboring utilities, and Independent Power Producers. As a result, failure of a single BES element will often not cause a direct outage to our customers but removes a level of resiliency for the entire BES. Sequential failures within the system can cause significant disruption to power flows and cause extensive customer interruptions, including during an extreme weather event.

11

Imagine a highway facilitating long-distance travel, much like Transmission lines carry 12 power over long distances at higher voltages. Both are designed for high-volume, long-13 14 distance transport. The substations are like rest stops along a highway, where the voltage 15 can be adjusted (stepped up or down) to match the needs of the distribution system, similar 16 to how rest stops provide amenities for travelers. If there is an issue along the highway (i.e., 17 accident, closed path, etc.), the driver has alternative exits and routes to continue navigating 18 to their destination; however, the driver is still impacted by the incident. Similarly, if there 19 is a failure on a transmission line, power may have an alternate path, but the grid is still 20 impacted and ultimately the customer may be impacted. Thus, it is critical to harden these 21 facilities against the effects of extreme weather events as the hardening will have a positive 22 impact on the overall level of service provided to our customers even if, as described above, 23 a given line is shown as "serving" 0 customers.

1Q.Referencing the Insulator upgrades subprogram, Witness Mara states that "this2program replaces a system component with another component with similar strength3and purpose" and "this is not an upgrade." Do you agree with Witness Mara's4statements?

5 No, I do not agree with Witness Mara's assertions. Mr. Mara may have overlooked the A. 6 section in Exhibit No. (BML-1) where it states that the line insulator subprogram is targeting 7 porcelain insulators which show pin erosion 'penciling' of the connections between the 8 insulators. The glass replacement insulators utilize a more uniform matrix than porcelain, 9 with a design change that includes a zinc sleeve to mitigate the pin erosion for a better 10 mechanical connection. The implementation of the improved design in the bell and connection is to reduce the effects of penciling over time, ultimately mitigating failure 11 12 during extreme weather events and minimizing outage events.

13

Additionally, in DEF's response to Staff's First Set of Interrogatories, DEF shared that 14 ceramic/porcelain is made from a combination of different raw materials, and this affects 15 grain structure, void formation, and consequently long-term performance of porcelain bells. 16 17 The uniformity of glass insulator material and better control of the manufacturing process 18 produces insulators that do not have as much variation in strength as ceramic/porcelain 19 insulators. This material has lower failure rates during extreme weather events, constituting a major upgrade in resilience during storms. Therefore, Mr. Mara is incorrect to say that the 20 21 hardened insulators have similar strength.

22

Q. Can you describe the prioritization methodology for the Insulator upgrade
subprogram?

1		Yes, but first let me state that Mr. Mara is incorrect in suggesting that "DEF did not indicate
2		prioritization." Like other equipment upgrade subprograms within DEF's SPP, the
3		prioritization of the insulators is conducted in a rigorous 2-step process, as documented in
4		Exhibit Nos. (BML-1) and (BML-2). In the first step, the SPP model is run against the
5		existing conditions under simulated weather modeling including extreme weather events
6		and against a hardened condition for every location on the grid in DEF's territory. Failures
7		of all equipment types are calculated, and downstream costs and benefits are estimated
8		quantitatively through this detailed simulation.
9		
10		The output of the modeling is a data driven list of locations, by sub-program, prioritized
11		by the projects' benefit-cost ratios, such that the most cost-effective locations are placed
12		earlier in time. In the second-step, DEF engineers carefully conduct a desk-review to
13		evaluate the data driven generated prioritization based on their experience and knowledge
14		of the location to determine if there are on-ground conditions that were not captured in the
15		model that would change the rank of the location within the plan. Please see Appendix A
16		of Exhibit No. (BML-2) for further details on this methodology.
17		
18	Q.	Witness Mara also states that DEF "did not provide a comparison of costs and

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Q. Writess Mara also states that DEF and not provide a comparison of costs and benefits for the new program" and "it is not possible to make a comparison necessary for the PSC to determine if implementation of the program is in the public interest." Do you agree with Witness Mara's claims?

A. No. I do not agree with Witness Mara's claims. Insulator upgrades is a subprogram of the
 Transmission Structure Hardening program. DEF provided cost and benefit details at the

1		program level, as required by Rule 25-6.030, F.A.C. Furthermore, specifically for the
2		Insulator upgrades subprogram, benefits are described on page 39 of Exhibit No. (BML-
3		1). Additionally, as requested, costs were provided for Insulator Upgrades in response to
4		OPC's First Set of Interrogatories (No. 44).
5		This subprogram will help to harden the system against the effects of extreme weather and
6		should be included in DEF's SPP.
7		
8	IV. T	OWER UPGRADES AND OVERHEAD GROUND WIRE
9	Q.	Mr. Mara recommends that the Tower Upgrade and Overhead Ground Wire
10		subprograms should be removed from the SPP because, in his opinion, these
11		subprograms are "like for like" replacements that serve the same purpose without
12		improving system performance. Has Witness Mara expressed similar or equivalent
13		sentiments regarding DEF's Transmission Tower Upgrades and Overhead Ground
14		Wire subprograms?
15	A.	Yes. Witness Mara filed testimony in DEF's SPP 2023-2032 docket, Docket No.
16		20220050-EI. He advocated for similar conclusions based on similar reasoning as in this
17		docket including recommending the Commission eliminate Transmission Tower
18		Upgrades and Overhead Ground Wire from DEF's SPP.
19		
20	Q.	Did DEF file rebuttal testimony in Docket No. 20220050-EI?
21	A.	Yes. DEF's Witness Amy Howe filed extensive rebuttal testimony ¹ rebutting many of
22		Witness Mara's assertions.

¹ Second Amended Testimony of A. Howe, doc. no. 05229-2022, Docket No. 20220050-EI (filed Aug. 4, 2022).

2 Q. Do you agree with Witness Howe's previous statements regarding these two 3 subprograms?

4

A. Yes, and I would adopt Ms. Howe's testimony on these points, in addition to my testimony below regarding the appropriateness of the subprograms.

6

Q. Describe why the Transmission Tower Upgrades subprogram meets the requirements of Rule 25-6.030, F.A.C.

9 A. As stated in Exhibit No. (BML-1), the Transmission Tower Upgrades subprogram will 10 replace tower types that have previously failed during extreme weather events, as well as 11 those identified by inspections. Prior experience has shown that, after wood poles are 12 removed from the system, that next point of vulnerability are the identified towers. As described in Exhibit No. (BML-2), Tower Upgrades is a standards-based activity, in which 13 14 towers are upgraded to the current design standard. Existing transmission towers will be 15 upgraded with a new steel tower or a steel/concrete structure. Upgrading prioritized steel, 16 wood/steel towers with a new cathodic protection steel tower lowers the risk of in-service 17 failure during extreme weather conditions. The system is also hardened, as the upgraded 18 tower is less susceptible to extreme weather and wind damage.

19

Q. Witness Mara references the number of towers DEF expects to replace as part of its
 Tower Upgrade subprogram noting that it appears DEF's current proposed Plan
 anticipates replacing a greater number of towers, can you explain the change?

1 A. Yes. As stated in DEF's Response to OPC's First Set of Interrogatories (No. 52), the 2 Transmission Tower Upgrade subprogram's overall intent and selection criteria has not changed over the iterations of DEF's Storm Protection Plan filings. DEF's SPP 2023 stated 3 that there were over 700 towers identified as having a similar design type to those that had 4 5 previously failed during extreme weather (e.g., hurricanes Irma and Michael) and thus 6 would be prioritized for upgrade under the subprogram. This number represents a subset, 7 not the full complement, of the towers within the subprogram's criteria. DEF believes that 8 Witness Mara's understanding is not complete.

9

Q. Do you agree with Witness Mara's recommendation that the Transmission Tower Upgrade subprogram should be eliminated from DEF's SPP?

A. No, I do not agree with Witness Mara's recommendation that the Transmission Tower
 Upgrade subprogram should be eliminated from the SPP because, as I explain below, his
 conclusion is based upon a number of faulty premises.

First, Mr. Mara states "The replacement of towers is a like-for-like replacement. This is different than replacing a wood transmission pole with a metal or concrete pole with greater resiliency to extreme winds."² Mr. Mara fails to recognize that tower upgrades are designed to the latest standards. Equipment standards, both internal and external, are continuously reviewed and updated. Thus, new equipment installations include the improvements as part of DEF's updated standards, meaning the towers are not being replaced "like for like" at all.

² Mara Testimony, p. 11, 11. 9-11.

1 Mr. Mara continues, "If age is a criterion and the towers are beyond their useful life, then 2 replacement of the towers is an aging infrastructure project and therefore should not be included in the SPP."³ This argument ignores reality by seeming to believe that the 3 resiliency of the system is somehow a static measure that does not change over time, that 4 5 infrastructure should rationally be expected to retain all its strength throughout its service 6 life. The reality is that resiliency of an aging system decreases over time. Replacing these 7 aging towers to today's design standards increases reliability by reducing risks of infrastructure damage. "Aging" infrastructure, but not yet beyond its useful life (still 8 9 accomplishing its purpose), performs better when replaced with a new component, thereby 10 strengthening the overall system relative to the status quo, which I believe is the goal of 11 the SPP. Accelerated change outs of aging infrastructure increases resiliency and 12 reliability, as less damage occurs during extreme weather events with upgraded equipment. Finally, DEF inspects its infrastructure pursuant to Commission-approved schedules and 13 14 towers identified as beyond their useful life would be replaced as part of DEF's standard 15 maintenance work (i.e., base rate work) and not pursuant to this subprogram.

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Mr. Mara also states, "Transmission lines have been required by the NESC to be built for extreme wind events since at least 1977.... Replacing towers with new towers that meet the same weather loading condition will not add to resiliency."⁴ The National Electric Safety Code ("NESC") establishes minimum requirements to ensure safety and reliability. This national standard changes over time and therefore the standards as they existed in 1977 are not identical to the standards adopted in 2023. In some cases, NESC-mandated

³ *Id.* at ll. 14-15.

⁴ *Id.* at ll. 12-17.

wind speed tolerances may decrease. DEF, however, does not decrease wind speed 1 2 tolerances when the NESC allows. DEF extreme wind design standards meet and exceed the current and past NESC requirements which of course cover more criteria than wind-3 loading. This assures designs balance meeting safety minimums, construction variables, 4 5 reliability, costs, and long-term performance based on project locations and circuit 6 criticality. To the extent Mr. Mara is basing his understanding of DEF's design standards 7 on responses provided in Mr. Lloyd's deposition, I would note that I am sponsoring the Transmission-specific portions of the SPP, and that Mr. Lloyd's job responsibilities do not 8 9 encompass transmission work – as he noted in that deposition.⁵

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11 Witness Mara continues "If the tower design was flawed, it would have been imprudent 12 for DEF to have originally constructed the tower in which case the cost should also be denied from the SPP." To DEF's knowledge, no such towers exist, nor does Witness Mara 13 opine that the design was flawed but merely states "if" it was flawed it should not have 14 15 been accepted. As mentioned above, tower construction has always been and continues to 16 be driven by design standards. This includes designs before and after the adoption of the 17 1977 NESC extreme wind criteria. Mr. Mara chose to ignore that the lattice towers in 18 question predate 1977, or possibly did not know because he failed to ask. And (by his own 19 admission), there was no NESC extreme wind loading requirement at the time of design. 20 Therefore, the towers do not suffer from a "design" flaw any more than any component 21 that has been updated over time (or which was built to a given standard that has been 22 subsequently modified).

⁵ See, e.g., Lloyd Deposition, p. 12, ll. 7-15; p. 33, ll. 4-8; p. 34, ll. 15-21; p. 40, ll. 20-21.

2 Mr. Mara next states that "Replacing a tower with another tower of the same strength does not increase resiliency. Rather it simply maintains the status quo in terms of strength.... 3 Clearly replacing new towers with the same strength and same materials is not a clear 4 5 improvement in outage cost or times, therefore the project does not meet the requirements" 6 of the Rule. As I previously noted, this opinion ignores reality by assuming the system's 7 strength is static and infrastructure retains its original strength throughout its operational 8 life – unfortunately, that is just not the case. Moreover, as stated above, DEF upgrades 9 towers to DEF extreme wind guidelines that exceed NESC requirements, providing 10 increased strength and resiliency. Additionally, as a result of past extreme weather event 11 performance, DEF engineering criteria for tower construction was enhanced to not only 12 satisfy NESC minimum requirements, but to also mitigate cascading failure.

13 This subprogram should be retained.

14

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Q. Witness Mara states neither Florida Power & Light nor Tampa Electric include the replacement of lattice towers in their respective SPPs. Do you think this should prevent DEF from including this hardening activity in its own SPP?

A. No. I am not aware of any requirement that all utilities have the exact same programs
 included in their respective SPPs - for good reason - each utility's system is unique. DEF's
 SPP is specific to its system's needs and includes programs designed to strengthen *that* system to provide customers the benefits the legislature has identified while meeting the
 requirements of the SPP Rule.

Q. Describe how the Transmission Overhead Ground Wire subprogram meets the
 requirements of Rule 25-6.030, F.A.C.

As described in Exhibit No. (BML-2), the Transmission Overhead Ground Wire 3 Α. ("OHGW") subprogram is a standards-based activity that targets replacement of 4 5 transmission OHGW susceptible to damage or failure with optical ground wire ("OPGW"). 6 OPGW provides improved grounding and lightning protection as well as high-speed data 7 transmission for system protection, control, and communications. As stated in Exhibit No. 8 (BML-1), deteriorated OHGW reduces the protection of the conductor and exposes the line 9 to repeated lightning damage and risk of failure impacting the system. By targeting 10 deteriorated OHGW on lines with high lightning events, the benefits of this subprogram 11 will be maximized. Additionally, the redundant sources of fiber optic communications for 12 system protection and control supports faster identification of trouble spots on the 13 transmission system and enables faster restoration following line faults, thus reducing 14 outage restoration times.

15

16Q.Witness Mara asserts DEF is "simply replacing old overhead ground wire with17another conductor that serves the same purpose without any increase in performance18of the transmission line during extreme weather events." Can you please explain what19was meant by the term "deteriorated OHGW" used in Exhibit No. (BML-1) and why20the subprogram is appropriate for SPP?

A. Yes, but first I would stress that, in my opinion, programs or subprograms aimed at
 replacing aging infrastructure – whether due to wear over time or because they have simply
 been performing as intended but cannot realistically be expected to do so indefinitely – are

properly included in the SPP. The OHGW subprogram is a contributor to system interruptions during extreme weather events and therefore, its enhancement serves to strengthen the system and provide a more resilient grid as intended by the SPP statute and rule.

6 With that said, deteriorated OHGW is static conductor that has lost some of its strength but 7 still performs the designed function, albeit at reduced capacity. This deterioration occurs 8 when the protective galvanization has been sacrificed; static in this condition is more prone 9 to failure. It is known and accepted that all static sizes and material combinations will lose 10 their galvanization and eventually rust, thus reaching end of life. When this occurs, not 11 only is the static more susceptible to failure from both wind and lightning events, but the 12 grounding qualities become compromised. The OHGW is not "deteriorated" in the sense of having been poorly designed or maintained; rather, it is simply an asset that, when 13 14 replaced, will strengthen the system against the effects of extreme weather relative to the 15 state of the system as it exists today.

16

5

Q. Do you agree with Witness Mara that DEF may or may not use the communication capabilities of the optical overhead ground wire it is installing?

A. No, nor do I know the factual basis upon which Mr. Mara based this speculative conclusion,
 other than his correct recognition that fiber optic cable must be integrated in a system of
 like cables – but that is one of the purposes of the subprogram – to accelerate the
 completion of that system. We have every intention of using the communication
 capabilities of OPGW. In some cases, we may need other upgrades to occur on adjacent

transmission stations and circuits before allowing use of the communication. Once all 1 2 upgrades are completed, we will have full communication capability. OPGW serves both 3 purposes of shielding and offering communication, and as previously provided in DEF's response to OPC's First set of Interrogatories (No. 40), OPGW is our standard for new 4 5 construction and replacements. This fiber optic cable enables the migration to fiber-based 6 protection and control logic which strategically offers short- and long- term infrastructure 7 bandwidth solutions. Fiber enables fast, reliable, and advanced protection and control 8 system functionality for the transmission grid. Additionally, it minimizes the impacts to 9 customers by reducing incidents of grid operations while also reducing grid restoration 10 times. From a construction standpoint, it is more cost effective and less customer invasive 11 to install OPGW while performing other work rather than going back again to install it 12 when the need arises.

13

14 Q: Can you describe the prioritization methodology for OHGW?

A: Fundamentally, OPGW aims to increase the resilience of the grid over the existing baseline by improving grounding. The risk of outages due to lightning strikes and mechanical failures are heightened during extreme weather conditions due to higher magnitude and frequency lightning events. Advanced replacement of functional wire that is susceptible to failure (e.g., degraded) under extreme weather conditions with new optical wire provides an effective solution to mitigate these risks.

21

The prioritization of locations for OPGW follows the two-step methodology described for insulators above and in Appendix A of Exhibit No. (BML-2), which includes rigorous weather modeling and detailed engineering desk-review. For OPGW, the prioritization
 modeling focuses on the main purpose of the hardening activity, by modeling benefits from
 reduction in customer minutes of interruption ("CMI") due to increased resilience to
 lightning strikes.

- 5
- 6 Q. Would you characterize the benefits of installing OPGW as "a minor side benefit?" I would not characterize the benefits of installing OPGW as a "minor side benefit."⁶ DEF 7 A. 8 is replacing the existing OHGW following the current Duke Energy OPGW standards, 9 provided in DEF's response to OPC's First Set of Interrogatories (No. 40) and Production of Documents Request (No. 12). These standards are cost-effective, as the additional 10 11 material cost is negligible compared to the total construction cost and provide additional 12 benefits to the system. Installing OPGW not only provides the benefit of communication, 13 but it also provides additional strength of the element (higher breaking strength). As 14 mentioned above, communication enablement is a large benefit. Fiber optic cable installed in the overhead static wire position on transmission lines enables the migration to a fiber-15 16 based protection and control logic. This strategically offers DEF an optimum short- and 17 long-term infrastructure bandwidth solution. Fiber enables fast, reliable, and advanced protection and control system functionality for the transmission grid and strategically 18 impacts reliability by reducing incidences of grid operations, while reducing grid 19 20 restoration times.
- 21

⁶ Mara Testimony, p. 13, l. 13.

1	Q.	Do you agree with Witness Mara's allegation "the new OHGW will meet the same
2		NESC loading limits for extreme wind, so there is no increase in strength and thus no
3		reduction in restoration costs."? ⁷
4	A.	No. I do not agree with Witness Mara's assertion. Design standards are reviewed and
5		revised over time and components replaced through this program (including OHGW) are
6		reviewed and checked to these current design standards for compliance. Replacing OHGW
7		to today's design standards minimizes the probability of failures during extreme wind
8		events, minimizing future restoration times.
9		For all these reasons, I disagree with Mr. Mara's conclusion that this subprogram should
10		be removed from the SPP.
11		
12	Q.	Are Transmission Tower Upgrades and Overhead Ground Wire currently included
13		in DEF's SPP approved by the Florida Public Service Commission?
14	A.	Yes. These two subprograms have been approved by the Florida Public Service
15		Commission in both DEF's SPP 2020-2029, Docket No. 20200069-EI, as well as DEF's
16		SPP 2023-2032, Docket No. 20220050-EI.
17		
18	V. SP	PP DEPLOYMENT PACE
19	Q.	Does Witness Mara make a recommendation to reduce the pace at which DEF deploys
20		certain SPP subprograms in his testimony?
21	A.	Yes. Witness Mara recommends DEF reduce its deployment of certain SPP subprograms
22		to a level Staff inquired about in its seventh interrogatory.

⁷ *Id.* at p. 13, ll. 19-20.

Q. Can you describe Witness Mara's recommendation for Transmission subprogram deployment?

- A. Yes. Witness Mara recommended "limiting transmission structure upgrades to 462 structures per year."⁸ This translates to a unit deployment reduction of around 75% in 2026 and 2027 for these affected subprograms. Witness Mara seemingly ignores, or at least does not acknowledge, that a roughly 4% reduction in revenue requirements he recommends would be a much more dramatic decrease in subprogram deployment.
- 9

10 Q. Do you agree with Witness Mara's assertion that this reduction will not materially 11 affect the response to major events in the near term?

12 No, I do not. First of all, as I explained in my direct testimony, DEF has not had a hardened A. transmission structure fail during a storm event. As described in DEF's response to the 13 14 Staff's Interrogatory, limiting deployment to 462 transmission structures (i.e., poles and 15 towers) over the entire 10-year plan (2026 through 2035) would delay these proven benefits 16 to customers by extending the risk of non-hardened structure failures through an additional 17 6 to 7 storm seasons and at the conclusion of the first three-years of the proposed SPP (i.e., 18 end of year 2028) this recommended reduction would result in close to 3,000 wood 19 transmission poles remaining on the system rather than 0 as proposed by DEF.

In sum, adoption of this proposed reduction in work scope could lead to prolonged system impacts during extreme weather events, affecting a multitude of critical customers such as urgent care and medical centers, fire stations, law enforcement facilities and prisons, cell

⁸ *Id.* at p. 14, 1. 8.

1		towers, fueling stations, and water treatment plants, assisted living and hospice facilities,
2		schools, shelters, and financial institutions – not to mention the impacts to other customers
3		of all classes and types.
4		
5	VI. C	CONCLUSION
6	Q.	Ms. Vazquez, your rebuttal covers a lot of ground, but did you respond to every
7		contention regarding the Company's proposed plan in your rebuttal?
8	А.	No. Mr. Mara's testimony involved numerous assertions, opinions and conclusions and I
9		could not reasonably respond to each and, therefore, I focused on the issues that I thought
10		were most important. As a result, my silence on any particular assertion in the intervenor
11		testimony should not be read as agreement with or consent to that assertion, opinion, or
12		conclusion.
13		
14	Q.	Does this conclude your testimony?

15 A. Yes.

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION REVIEW OF STORM PROTECTION PLAN, PURSUANT TO RULE 25-6.030, F.A.C., DUKE ENERGY FLORIDA, LLC.

DOCKET NO. 20250015-EI REBUTTAL TESTIMONY OF BRIAN M. LLOYD ON BEHALF OF DUKE ENERGY FLORIDA, LLC

APRIL 2, 2025

1 I. INTRODUCTION AND QUALIFICATIONS.

2	Q.	Please state your name and business address.
3	A.	My name is Brian M. Lloyd. My current business address is 3250 Bonnet Creek
4		Road, Lake Buena Vista, FL 32830.
5		
6	Q.	Have you previously filed direct testimony in this docket?
7	A.	Yes, I filed direct testimony supporting the Company's SPP on January 15, 2024.
8		
9	Q.	Has your employment status and job responsibilities remained the same since
10		discussed in your previous testimony?
11	А.	Yes.
12		
12		
13	II. PURP	OSE AND SUMMARY OF TESTIMONY.
14	Q.	What is the purpose of your rebuttal testimony?

1	A.	The purpose of my testimony is to provide the Company's rebuttal to certain
2		assertions and conclusions contained in the direct testimony of OPC's witness
3		Mara. Mrs. Vazquez also presents rebuttal of the testimony of Witness Mara.
4		
5	Q.	Do you have any exhibits to your testimony?
6	А.	No, I do not.
7		
8	Q.	Please summarize your testimony.
9	А.	My testimony will explain the adverse consequences of adopting Witness Mara's
10		recommended reduction in the pace at which DEF would deploy Distribution
11		Feeder Hardening and Lateral Hardening work.
12		
13	III. SP	P DEPLOYMENT PACE
14	Q.	Does Witness Mara make a recommendation to reduce the pace at which DEF
15		deploys certain SPP subprograms in his testimony?
16	А.	Yes. Mr. Mara recommends DEF slow the deployment pace of subprograms within
17		the Feeder and Lateral Hardening Programs to the level Staff inquired about in its
18		seventh interrogatory.
19		
20	Q.	Can you describe Witness Mara's recommendation for Distribution
21		subprogram deployment?
22	А.	Yes. Witness Mara recommended limiting "the number of feeders to be hardened
23		from 120 to 105 feeders and lateral hardening from 130 laterals per year to 122

1		laterals per year." ¹ I'd like to first point out that DEF's response, as shown in
2		Exhibit No. (KJM-5), stated "hardening only 105, instead of approximately 150,
3		miles of feeders per year " and not the "120 miles" Witness Mara incorrectly
4		included in his testimony. Like Mrs. Vazquez's response to his recommendation
5		on the Transmission subprogram deployment, the recommended reduction in the
6		Distribution subprogram deployment also requires a much larger than roughly 4%
7		reduction in units.
8		If the Commission were to adopt his recommendation, it would translate to a
9		reduction in unit deployment of around 20% in 2027 and 2028. As I explain below,
10		based on my experience with storm restoration efforts, I believe an approximately
11		20% reduction in this important work, for the relatively small reduction in revenue
12		requirements of approximately 3.9%, is short-sighted and will have a larger impact
13		on storm restoration efforts than Mr. Mara recognizes.
14		
15	Q.	Do you agree with Witness Mara's assertion that this reduction will not
16		materially affect the response to major events in the near term?
17	A.	No, I do not. First of all, as I explained in my direct testimony, DEF's has not had
18		a hardened distribution structure fail during a storm event. As DEF stated in
19		response to the Staff's interrogatory, limiting the feeder and lateral hardening work
20		to the units suggested would extend Feeder Hardening and Lateral Hardening
21		deployment timelines by approximately 20 and 10-15 storm seasons, respectively.
22		Of course, delays in deployment would translate into a delay of the benefits these

¹ Mara testimony, pg. 14

hardening efforts provide to customers who are and will be served by these
 hardened assets.

The near-term impacts of this proposed reduction in pace would be seen in 2027 and 2028. Limiting the number of miles hardened could reduce the number of customers benefitting from hardened distribution feeders and laterals by over 20,000 customers in 2027 alone, a figure that would then grow in 2028 as DEF falls even farther behind the deployment pace established in the Plan.

8

9

Q. Can you please describe your "storm role"?

My "storm role" is Planning Section Chief for Duke Energy Florida. In this storm 10 Α. role, which is activated during the Company's response to an extreme weather 11 12 event, I oversee a team of Duke Energy employees who are responsible for collecting, evaluating, disseminating, and using incident information to forecast the 13 14 impact an extreme weather event could have on the DEF distribution system; estimate the number of resources needed to respond to the forecasted damage; 15 provide vital information to the resources responding to the event; and tracking 16 17 progress of restoration. This critical information is shared with other storm response 18 teams to ensure that the communities we serve are restored to normalcy as safely 19 and efficiently as possible following an extreme weather event. The team that I lead 20 also conducts the forensics damage assessment and reviews the data to determine how DEF's distribution system and its hardening measures fared against the 21 weather. 22

- 1Q.Have your experiences shaped your views on the value of storm hardening2efforts?
 - A. Yes, definitely. My experiences not only as a long-time Florida resident but also as someone responsible for assisting the Company in storm restoration activities have provided key insights into the value storm hardened assets can bring to the communities DEF serves.
- Seeing the destruction extreme weather events inflict on residents and businesses
 further underscores the importance of DEF's storm hardening measures. A lasting
 memory of mine following Hurricane Michael is hearing customers cheer when the
 first streetlight illuminated after being out of commission for a length of time. After
 such an impactful storm that destroyed so much for those communities, seeing a
 simple streetlight return to service was enough to illicit that response.
- 13 Lastly, in my brief review of Witness Mara's testimony in FPL's SPP 2026-2035 docket, I noticed he commented that he is "not an expert in logistics of storm 14 15 restoration activity."² If he had the experience in storm restoration activities that I have, he would not have come to the short-sighted conclusion that his 16 17 recommended reduction in DEF's SPP deployment pace would not materially 18 impact the Company's response to major events in the near term. Further, I doubt 19 the 20,000 customers impacted by the delayed hardening efforts in 2027 would 20 agree with Mr. Mara, as they may well be the ones cheering when that first 21 streetlight comes back on.
- 22

² See doc. no. 01539-2025, pg. 8, Docket No. 20250014-EI.

1 IV. CONCLUSION

Q. Mr. Lloyd did you respond to every contention regarding the Company's proposed plan in your rebuttal?

- A. No. Mr. Mara's testimony involved numerous assertions, opinions and conclusions
 and I could not reasonably respond to each and, therefore, I focused on the issues
 that I thought were most important. As a result, my silence on any particular
 assertion in the intervenor testimony should not be read as agreement with or
 consent to that assertion, opinion, or conclusion.
- 9

10 **Q.** Does this conclude your testimony?

11 A. Yes.