BEFORE THE PUBLIC SERVICE COMMISSION

In re: Petition by Progress Energy Florida, Inc. for approval of modification and extension of experimental Premier Power Service Rider, Rate Schedule PPS-1, and for approval of revised Premier Power Service Contract.

DOCKET NO. 060480-EI ORDER NO. PSC-06-0739-PCO-EI ISSUED: September 1, 2006

The following Commissioners participated in the disposition of this matter:

LISA POLAK EDGAR, Chairman J. TERRY DEASON ISILIO ARRIAGA MATTHEW M. CARTER II KATRINA J. TEW

ORDER SUSPENDING PROPOSED PREMIER POWER SERVICE RIDER TARIFF

BY THE COMMISSION:

On June 28, 2006, Progress Energy Florida (PEF) filed a petition for approval of modifications and revisions to its Premier Power Service Rider (PPS-1) tariff. We have jurisdiction over this matter pursuant to Chapter 366, Florida Statutes, including Sections 366.03, 366.04, 366.05, and 366.06.

The PPS-1 Rider is an optional pilot program currently being offered by PEF to customers taking service under its general service rate schedules (GS-1, GST-1, GSD-1, GSDT-1, and GSLM-1). Under this program, PEF owns, operates, and maintains back-up generation with a minimum installed capacity of 200 kW on the customer's premises. The Rider is designed for customers such as hospitals, municipal water and wastewater facilities, and financial institutions who require improved service reliability but wish to avoid ownership and maintenance of back-up generation. The PPS-1 Rider was approved by this Commission through Order No. PSC-01-1648-TRF-EI, issued on August 13, 2001, in Docket No. 010373-EI, In Re: Petition for Approval to Provide Optional Premier Power Service Ricer, Rate Schedule PPS-1, for General Service Customers by Florida Power Corporation.

Through its petition, PEF proposes to lower the demand threshold for customers who wish to take service under the PPS-1 Rider. In addition, PEF proposes significant changes to the contract customers must sign to take service under the PPS-1 Rider.

Pursuant to Section 366.06(3), Florida Statutes, we may withhold consent to the operation of all or any portion of a new rate schedule, delivering to the utility requesting such increase a reason or written statement of good cause for doing so within 60 days of filing. Pursuant to this authority, we voted at our August 15, 2006, Agenda Conference, to suspend PEF's revised PPS-1 Rider to allow us sufficient time to review PEF's petition and gather all

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pertinent information necessary to make an informed decision on the petition. This Order memorializes our vote.

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that Progress Energy Florida's proposed, revised Premier Power Service Rider tariff is hereby suspended. It is further

ORDERED that this docket shall remain open.

By ORDER of the Florida Public Service Commission this 1st day of September, 2006.

BLANCA S. BAYÓ, Director Division of the Commission Clerk and Administrative Services

(SEAL)

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Mediation may be available on a case-by-case basis. If mediation is conducted, it does not affect a substantially interested person's right to a hearing.

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Any party adversely affected by this order, which is preliminary, procedural, or intermediate in nature, may request: (1) reconsideration within 10 days pursuant to Rule 25-22.0376, Florida Administrative Code; or (2) judicial review by the Florida Supreme Court, in the case of an electric, gas or telephone utility, or the First District Court of Appeal, in the case of a water or wastewater utility. A motion for reconsideration shall be filed with the Director, Division of the Commission Clerk and Administrative Services, in the form prescribed by Rule 25-22.060, Florida Administrative Code. Judicial review of a preliminary, procedural or intermediate ruling or order is available if review of the final action will not provide an adequate remedy. Such review may be requested from the appropriate court, as described above, pursuant to Rule 9.100, Florida Rules of Appellate Procedure.