

FLORIDA PUBLIC SERVICE COMMISSION

Fletcher Building  
101 East Gaines Street  
Tallahassee, Florida 32399-0850

M E M O R A N D U M

April 5, 1990

TO: STEVE TRIBBLE, DIRECTOR  
DIVISION OF RECORDS AND REPORTING

FROM: DIVISION OF LEGAL SERVICES (BROWNLESS) *ABV*  
DIVISION OF ELECTRIC AND GAS (BALLINGER) *T/B* *JDJ*

RE: DOCKET NO. 900004-EU - PLANNING HEARINGS ON LOAD  
FORECAST, GENERATION EXPANSION PLANS, AND  
COGENERATION PRICES FOR PENINSULAR FLORIDA'S  
ELECTRIC UTILITIES.

AGENDA: APRIL 17, 1990 - CONTROVERSIAL - PARTIES MAY NOT  
PARTICIPATE

PANEL: FULL COMMISSION

CRITICAL DATES: NONE

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ISSUE AND RECOMMENDATION SUMMARY

ISSUE 1: Should the Commission alter its decision concerning  
the appropriate statewide avoided unit and subsequent  
cogeneration prices as set forth in Order No. 22341?

RECOMMENDATION: No. The evidence contained in the record still  
supports the selection of a 385 MW combined cycle unit with an  
in-service date of 1993 as the first statewide avoided unit.

DOCUMENT NUMBER-DATE  
02995 APR-5 1990  
PSC-RECORDS/REPORTING

BACKGROUND

On October 16, 1989, the Commission voted on fifty four issues surrounding cogeneration pricing, subscription limits, and allocation. Order No. 22341 was issued on December 26, 1989 implementing those decisions. On January 10, 1990, the Florida Industrial Cogeneration Association (FICA) filed a motion for reconsideration of Order No. 22341. This motion was denied by the Commission at the March 6, 1990 agenda conference. At that same agenda, however, the Commission voted to reconsider Order No. 22341 on its own motion concurrent with the Commission's consideration of proposed changes to the cogeneration rules.

DISCUSSION OF ISSUES

The recommendation presented by Staff and subsequently approved by this Commission was based on the facts pertaining to this case and is consistent with current Commission rules governing the purchase of cogenerated power by investor-owned utilities. Since there has been no new evidence entered into the record of this case, Staff would recommend that the Commission not change its decision contained in Order No. 22341. Standard offer contracts have been filed and are currently available to QFs based on the parameters associated with a 385 MW combined cycle unit with an in-service date of 1993. For these reasons, Staff recommends that the Commission not reconsider Order No. 22341.