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ORIGINAL

October 24, 2001

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COMMISSION
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Ms. Blanca S. Bayo, Director
Division of Commission Clerk
and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Re: Energy Conservation Cost Recovery Clause
FPSC Docket No. 010002-EG

Dear Ms. Bayo:


Enclosed for filing in the above docket is the original and ten (10) copies of Prehearing Statement of Tampa Electric Company.

Also enclosed is a diskette containing the above document generated in Word and saved in Rich Text format for use with WordPerfect.

Please acknowledge receipt and filing of the above by stamping the duplicate copy of this letter and returning same to this writer.

Thank you for your assistance in connection with this matter.

Sincerely,


James D. Beasley

APP _____ JDB/pp
CAF _____ Enclosure
CMP _____
COM 5
CTR _____ cc: All Parties of Record (w/enc.)
ECR _____
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FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Energy Conservation Cost)
Recovery Clause.)
_____)

DOCKET NO. 010002-EG
FILED: October 24, 2001

**PREHEARING STATEMENT
OF TAMPA ELECTRIC COMPANY**

A. APPEARANCES:

LEE L. WILLIS and
JAMES D. BEASLEY
Ausley & McMullen
Post Office Box 391
Tallahassee, Florida 32302
On behalf of Tampa Electric Company

B. WITNESSES:

	<u>Witness</u>	<u>Subject Matter</u>	<u>Issues</u>
(<u>Direct</u>)			
1.	Howard T. Bryant (TECO)	Conservation Cost Recovery True-up and Projection; Tampa Electric's company specific issues	1,2,3,5,6
2.	Michael Winner (TECO)	Appropriateness of Tampa Electric's conservation advertising campaign including the billboard advertising component of that campaign	1,2,5

C. EXHIBITS:

<u>Exhibit</u>	<u>Witness</u>	<u>Description</u>
_____ (HTB-1)	Bryant	Schedules supporting cost recovery factor, actual January 2000 through December 2000.
_____ (HTB-2)	Bryant	Schedules supporting conservation costs projected for the period January 1, 2002 through December 31, 2002

(WM-1) Winner 1999 through 2000 advertising campaign.

D. STATEMENT OF BASIC POSITION

Tampa Electric's Statement of Basic Position:

The Commission should determine that Tampa Electric has properly calculated its conservation cost recovery true-up and projections and that the appropriate conservation cost recovery factor to be applied by Tampa Electric during the period January 2002 through December 31, 2002 is 0.041 cents per KWH for Interruptible, 0.116 cents per KWH for Residential, 0.110 cents per KWH for General Service Non-Demand and Temporary Service, 0.090 cents per KWH for General Service Demand – Secondary, 0.090 cents per KWH for General Service Demand – Primary, 0.085 cents per KWH for General Service Large Demand and Firm Standby – Secondary, 0.084 cents per KWH for General Service Large Demand and Firm Standby – Primary, 0.083 cents per KWH for General Service Large Demand and Firm Standby – Subtransmission, and 0.036 cents per KWH for Lighting.

The Commission should also approve the \$4.37 per KWH Contracted Credit Value Tampa Electric has calculated for the GSLM-2 and GSLM-3 rate riders for use during the period January 2002 through December 2002.

E. STATEMENT OF ISSUES AND POSITIONS

Generic Conservation Cost Recovery Issues

ISSUE 1: What is the final end-of-the-period true-up amount for the period January 2000 through December 2000?

TECO: An overrecovery of \$2,390,385, including interest. (Witnesses: Bryant, Winner)

ISSUE 2: What are the appropriate conservation cost recovery factors for the period January 2002 through December 2002?

TECO: 0.041 cents per KWH for Interruptible

- 0.116 cents per KWH for Residential
- 0.110 cents per KWH for General Service Non-Demand and Temporary Service
- 0.090 cents per KWH for General Service Demand –Secondary
- 0.090 cents per KWH for General Service Demand– Primary
- 0.085 cents per KWH for General Service Large Demand and Firm Standby – Secondary
- 0.084 cents per KWH for General Service Large Demand and Firm Standby – Primary

- 0.083 cents per KWH for General Service Large Demand and Firm Standby – Subtransmission
- 0.036 cents per KWH for Lighting (Witnesses: Bryant, Winner)

ISSUE 3: What should be the effective date of the conservation cost recovery factors for billing purposes?

TECO: The new factors should be effective beginning with the specified billing cycle and thereafter for the period January 2002 and thereafter through the last billing cycle for December 2002. The first billing cycle may start before January 1, 2002 and the last billing cycle may end after December 1, 2002, so long as each customer is billed for 12 months regardless of when the factors became effective. (Witness: Bryant)

Company-Specific Conservation Cost Recovery Issues

Gulf Power Company:

ISSUE 4: Should Gulf Power Company (GPC) be allowed to recover expenses associated with providing a free 40-gallon electric water heater for residential customers switching from gas to electric through the ECCR?

TECO: No position.

Tampa Electric Company:

ISSUE 5: Do Tampa Electric Company’s billboard advertising expenses in the amount of \$164,154, filed in the ECCR for the twelve months ending December 31, 2000, conflict with Rule 25-17.015(5), F.A.C.?

TECO: No they do not. Tampa Electric's billboard advertising expenses fully comply with Rule 25-17.015(5), Florida Administrative Code. (Witnesses: Bryant, Winner)

ISSUE 6: **What is the Contracted Credit Value for the GSLM-2 and GSLM-3 rate riders for Tampa Electric for the period January 2002 through December 2002?**

TECO In accordance with Order No. PSC-99-1778-FOF-EI, issued September 10, 1999 in Docket No. 990037-EI, Tampa Electric has calculated that, for the forthcoming cost recovery period, January 2002 – December 2002, the Contracted Credit Value for the GSLM-2 and GSLM-3 rate riders will be \$4.37 per KWH. (Witness: Bryant)

Florida Power & Light Company:

ISSUE 7: **Are the Okeelanta/Osceola litigation costs in the amount of \$4,259,178 that Florida Power and Light is seeking to recover in the ECCR for the twelve months ending December 31, 2000, appropriate?**

TECO: No position.

Florida Power Corporation

ISSUE 8: **Should Florida Power Corporation (FPC) be allowed to recover \$14,047 associated with the Power Quality Brochure and the Southern Women's show that were charged to the Home Energy Check program?**

TECO: No position.

Florida Public Utility Company

ISSUE 9: **Should Florida Public Utility Company (FPUC) be allowed to recover \$21,436 for promotional merchandise associated with the good cents program?**

TECO: No position.

ISSUE 10: **Are the defaulted loan expenses in the amount of \$19,301.51 that FPUC charged to its good cents program appropriate?**

TECO: No position.

F. STIPULATED ISSUES

Tampa Electric is not aware of any stipulated issues as of this date.

G. MOTIONS

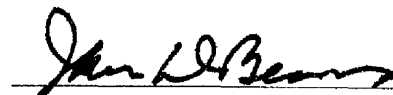
Tampa Electric does not have any motions pending at this time.

H. OTHER MATTERS

Tampa Electric is not aware of any other matters requiring the attention of the Prehearing Officer at this time.

DATED this 24th day of October, 2001.

Respectfully submitted



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(850) 224-9115

ATTORNEYS FOR TAMPA ELECTRIC COMPANY

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing Prehearing Statement, filed on behalf of Tampa Electric Company, has been furnished by U. S. Mail or hand delivery(*) on this 24th day of October, 2001 to the following:

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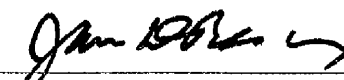
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