# AUSLEY & MCMULLEN

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### September 9, 2009

### HAND DELIVERED

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: Fuel and Purchased Power Cost Recovery Clause with Generating Performance Incentive Factor; FPSC Docket No. 050001-EI

#### Dear Ms. Bayo:

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Enclosed for filing in the above docket on behalf of Tampa Electric Company are the original and fifteen (15) copies of each of the following:

- 1. Petition of Tampa Electric Company.
- 2. Prepared Direct Testimony and Exhibit (CA-3) of Carlos Aldazabal.
- 3. Prepared Direct Testimony and Exhibit (WAS-1) of William A. Smotherman.
- 4. Prepared Direct Testimony of Benjamin F. Smith.
- 5. Prepared Direct Testimony and Exhibit (JTW-2) of Joann T. Wehle.

We also enclose for filing the original and fifteen (15) copies of Tampa Electric Company's revised Table of Contents and Schedules E1-B, E2, E3 (pages 1 of 2 and 2 of 2), and E5 (pages 1 of 2 and 2 of 2) (Bates stamp pages 11-17) to Exhibit (CA-2) of Carlos Aldazabal regarding fuel and purchased power cost recovery and capacity cost recovery actual/estimated true-up for the period January 2005 through December 2005. Tampa Electric has recalculated its projected fuel costs to reflect the natural gas price effects of Hurricane Katrina. This recalculation rendered the previously filed actual and estimated true-up for 2005 no longer valid. The revised true-up schedules properly reflect the anticipated natural gas price effects of Hurricane Katrina.

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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,

ames D. Beasley

JDB/pp Enclosures

cc: All Parties of Record (w/encls.)

#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and Purchased Power Cost Recovery Clause with Generating Performance Incentive Factor.

DOCKET NO. 050001-EI FILED: September 9, 2005

#### PETITION OF TAMPA ELECTRIC COMPANY

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Tampa Electric Company ("Tampa Electric" or "company"), hereby petitions the Commission for approval of the company's proposals concerning fuel and purchased power factors, capacity cost factors, generating performance incentive factors, and the projected wholesale sales incentive benchmark set forth herein, and in support thereof, says:

### Fuel and Purchased Power Factors

1. Tampa Electric projects a fuel and purchased power net true-up amount for the period January 1, 2005 through December 31, 2005 will be an under-recovery of \$116,396,630 (See Exhibit No. \_ (CA-3), Document No. 2, Schedule E1-C).

2. The company's projected expenditures for the period January 1, 2006 through December 31, 2006, when adjusted for the proposed GPIF penalty and true-up under-recovery amount and spread over projected kilowatt-hour sales for the period January 1, 2006 through December 31, 2006, produce a fuel and purchased power factor for the new period of 5.254 cents per kWh before application of the factors which adjust for variations in line losses. (See Exhibit No. \_(CA-3), Document No. 2, Schedule E1-E).

3. The company's projected benchmark level for calendar year 2006 for gains on non-separated wholesale energy sales eligible for the shareholder incentive as set forth by Order

DOCUMENT NUMBER-DATE 08594 SEP-9 % FPSC-COMMISSION CLERY No. PSC-00-1744-PAA-EI, in Docket No. 991779 is \$1,188,811, as provided in the direct testimony of Tampa Electric witness Carlos Aldazabal.

# **Capacity Cost Factor**

4. Tampa Electric estimates that its net true-up amount applicable for the period January 1, 2005 through December 31, 2005 will be an under-recovery of \$957,312, as shown in Exhibit No. \_\_ (CA-3), Document No. 1, page 2 of 4.

5. The company's projected expenditures for the period January 1, 2006 through December 31, 2006, when adjusted for the true-up under-recovery amount and spread over projected kilowatt-hour sales for the new period January 1, 2006 through December 31, 2006 produce a capacity cost recovery factor for the period of 0.287 cents per kWh before applying the 12 CP and 1/13 allocation methodology. This will produce the capacity cost recovery factors by rate schedule as set forth in Exhibit No. \_\_ (CA-3), Document No. 1, page 3 of 4.

### <u>GPIF</u>

6. Tampa Electric has calculated that it is subject to a GPIF reward of \$729,534 for performance experienced during the period January 1, 2004 through December 31, 2004.

7. The company is also proposing GPIF targets and ranges for the period January 1, 2006 through December 31, 2006 with such proposed targets and ranges being detailed in the testimony and exhibits of Tampa Electric witness William A. Smotherman filed herewith.

# **Other Issues**

8. The testimony of Tampa Electric's witnesses also addresses certain issues identified in Attachment A to the Commission's Order Establishing Procedure, issued March 15, 2005, and the items identified for Tampa Electric in the list titled "Items of Interest to be Discussed in Utilities' Testimony", distributed by the Commission Staff on August 23, 2005.

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WHEREFORE, Tampa Electric Company requests that its proposals relative to fuel and purchased power cost recovery, capacity cost recovery and GPIF be approved as they relate to prior period true-up calculations and projected cost recovery charges, and that the Commission approve the company's projected wholesale sales incentive benchmark.

DATED this <u>9</u><sup>*K*</sup> day of September 2005.

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Respectfully submitted,

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LEE L. WILLIS JAMES D. BEASLEY Ausley & McMullen Post Office Box 391 Tallahassee, Florida 32302 (850) 224-9115

ATTORNEYS FOR TAMPA ELECTRIC COMPANY

### CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true copy of the foregoing Petition, filed on behalf of Tampa Electric Company, has been furnished by U. S. Mail or hand delivery (\*) on this  $9^{\pm 4}$  day of

September, 2005 to the following:

Ms. Adrienne E. Vining\* Ms. Jennifer Rodan Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0863

Mr. James A. McGee Associate General Counsel Progress Energy Florida, Inc. Post Office Box 14042 St. Petersburg, FL 33733

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