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August 25, 2006

## **HAND DELIVERY**

Ms. Lisa Bennett Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re:

Fuel and Purchased Power Cost Recovery Clause with Generating

Performance Incentive Factor; FPSC Docket No. 060001-EI

Dear Ms. Bennett:

OTH

Enclosed is Tampa Electric Company's Revised Response to Staff's Data Request, (Request No. 6). This revised version of the company's response includes reference to two orders that were omitted in Response No. 6 we filed earlier today. Please substitute this revised response in place of the earlier version.

Sincerely,

 $O_{\text{James D. Beasley}}$ 

	JDB/bjd		
CMP	Enclo	Enclosure	
COM	<del>cc:</del>	All Parties of Record (w/enc.)	
CTR		Division of Commission Clerk and Administrative Services (w/enc.)	
ECR		Division of Economic Regulation (Lester) (w/enc.)  Division of Regulatory Compliance and Consumer Assistance (Vandiver)	) (w/enc.)
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## **CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that a true and correct copy of the foregoing revised answers to Staff's First Data Request, has been furnished by U. S. Mail or hand delivery (\*) on this \_\_\_\_\_\_ day of August 2006 to the following:

Ms. Lisa Bennett\*
Staff Attorney
Office of General Counsel
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0863

Mr. John T. Burnett Associate General Counsel Progress Energy Service Co., LLC Post Office Box 14042 St. Petersburg, FL 33733-4042

Mr. Paul Lewis, Jr. 106 East College Avenue Suite 800 Tallahassee, FL 32301-7740

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Mr. John T. Butler Squire, Sanders & Dempsey, L.L.P. 200 South Biscayne Boulevard, Suite 4000 Miami, FL 33131-2398

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Mr. R. Wade Litchfield Associate General Counsel Florida Power & Light Company 700 Universe Blvd. Juno Beach, FL 33408-0420

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Mr. Robert Scheffel Wright Mr. John T. LaVia, III Young van Assenderp, P.A. 225 South Adams Street, Suite 200 Tallahassee, FL 32301 Karen S. White, Lt Col, USAF Damund E. Williams, Capt., USAF AFLSA/JACL-ULT 139 Barnes Drive, Suite 1 Tyndall Air Force Base, FL 32403-5319 Mr. Michael B. Twomey Post Office Box 5256 Tallahassee, FL 32314-5256

ATTORNEY

TAMPA ELECTRIC COMPANY DOCKET NO. 060001-EI STAFF'S FIRST SET OF DATA REQUESTS DATA REQUEST NO. 6 PAGE 1 OF 1 FILED: AUGUST 25, 2006

- 6. For on-site storage of coal and heavy oil, identify which costs of storage are recovered through the fuel clause and which costs are recovered through base rates. For any fee or charge recovered through the fuel clause, state the utility's rationale for recovery of these costs through the fuel clause as opposed to base rates. When providing the rationale please cite applicable rules or orders.
- A. Tampa Electric incurs material and handling costs associated with storing and maintaining its coal and heavy oil inventory at the stations. All material and handling costs are treated as non-recoverable fuel and included in base rates, as required by Order No 14546, in Docket No. 850001-EI-B. The Commission also determined that coal inventory in working capital for Tampa Electric should be 98 days in Order No. PSC-93-0165-FOF-EI. Similarly, heavy oil inventory levels of 7 days were determined to be appropriate for inclusion in working capital in the same order. Therefore, any associated carrying costs for maintaining the necessary coal and heavy oil inventory is recovered through base rates. Currently, Tampa Electric treats any heavy oil storage costs as a base rate type expense.