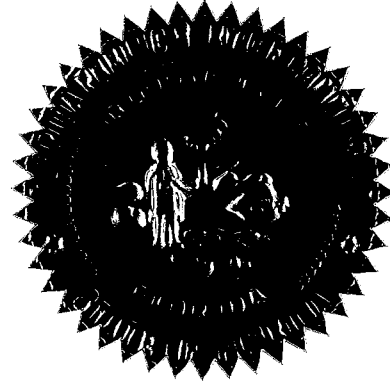


BEFORE THE
FLORIDA PUBLIC SERVICE COMMISSION

DOCKET NO. 060577-EI

In the Matter of

PETITION TO CONVERT GREEN POWER PRICING
RESEARCH PROJECT TO PERMANENT PROGRAM
AND TO EXTEND PROGRAM TO COMMERCIAL
CUSTOMERS, BY FLORIDA POWER & LIGHT
COMPANY.



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PROCEEDINGS: AGENDA CONFERENCE
ITEM NO. 15

BEFORE: CHAIRMAN LISA POLAK EDGAR
COMMISSIONER J. TERRY DEASON
COMMISSIONER ISILIO ARRIAGA
COMMISSIONER MATTHEW M. CARTER, II
COMMISSIONER KATRINA J. TEW

DATE: Tuesday, October 24, 2006

PLACE: Betty Easley Conference Center
Room 148
4075 Esplanade Way
Tallahassee, Florida

REPORTED BY: JANE FAUROT, RPR
Official Commission Reporter
(850)413-6732

1 APPEARANCES:

2 PATRICK M. BRYAN, ESQUIRE, appearing on behalf of
3 Florida Power & Light Company.

4 KATHERINE FLEMING, ESQUIRE, appearing on behalf of
5 the Commission Staff.

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P R O C E E D I N G S

CHAIRMAN EDGAR: We will move to Item 15.

MS. FLEMING: Good morning, Commissioners. Katherine Fleming on behalf of Legal Staff.

Item 15 is FPL's petition to convert its Green Pricing Research Program to a permanent program. Staff has an oral modification to make on Issue 1, which is on Page 3 in the recommendation statement. The second to last sentence in the recommendation statement, the word "photovoltaic" should be stricken and replaced with "solar". Therefore, the sentence should read, "FPL has committed to the development or purchase of 150 kW of solar capacity within Florida for every 10,000 participating residential customers." This change should also be reflected in the ninth paragraph of the staff analysis.

There are no other changes, and staff and FPL are available to answer any questions you may have.

CHAIRMAN EDGAR: Thank you.

MR. BRYAN: Good morning, Madam Chair, Commissioners. My name is Patrick Bryan on behalf of Florida Power and Light Company, and we would just like to inform you that we support staff's recommendation in this matter. Thank you.

CHAIRMAN EDGAR: Thank you, Mr. Bryan.

Commissioners, any questions?

Commissioner Arriaga.

COMMISSIONER ARRIAGA: I do have a quick question.

1 We approved a need determination for two gas plants. I
2 remember -- I think I was the prehearing officer in that
3 docket. And I did make a lot of questions, and I requested FPL
4 to make some concrete proposals that you would move strongly
5 into promoting renewable energy.

6 I still haven't seen any moves on your part as to
7 what specific actions you're going to take, which you promised
8 to do at the time we approved the two gas plants and requesting
9 you to go ahead and look into renewables and fuel diversity.
10 This seems to be an interesting plan, and it is quite -- it is
11 good. It is good for the community. It makes good sense. But
12 why is it so small? What actions are you taking to make this
13 more workable within your consumer base?

14 I have been your customer for a long time, and I
15 never heard of this program until I became a Commissioner. So
16 are you really going ahead and doing what you need to do to
17 promote this? Because 150-kilowatts in this whole program
18 isn't much. What are your comments?

19 MR. BRYAN: Thank you, sir. Well, the program as a
20 whole does promote the development of renewables, renewable
21 resources and facilities in the state. And I think the short
22 history of the program demonstrates that. We have 25,000
23 customers, residential customers as of now in the short two and
24 a half years that this program was a pilot. And it has grown
25 each year substantially. And we have filed projections with

1 our petition that demonstrates the growth that we believe it
2 will sustain and incur over the next several years.

3 And it's not just the -- there is a commitment on the
4 part of FPL for every 10,000 residential customers we sign up
5 to develop or purchase 150 kilowatts of renewable energy --
6 solar energy, I'm sorry. But that's just a part of the
7 program. The other program is that the purchase of TRECs,
8 which is what the program is mostly about, is the part that
9 actually is a vehicle by which more renewable facilities will
10 be built and constructed in Florida. It provides an incentive,
11 a financial incentive for renewable providers to build
12 generation in the State of Florida.

13 COMMISSIONER ARRIAGA: I just wanted to see how
14 committed you are to this, because I had a heartache approving
15 two additional gas plants in the state of Florida. I really
16 had a heartache. It was a tough decision for me to make. And
17 the only reason I made it was because of your commitment to
18 renewable energy.

19 Now, this program works because there are some
20 altruistic consumers that are donating \$9.75. What if that
21 wasn't the case? What is your commitment if that weren't the
22 case?

23 MR. BRYAN: I can't speak to that today,
24 Commissioner. I have not had those discussions with our
25 company. Our company has, I think, a long history of being in

1 favor of environmental measures that are cost-effective.
2 Again, the history of this program demonstrates that there is a
3 population out there, and a significant one, that is willing to
4 enter into this. And I would mention that in 2005 through our
5 program there were 106,000 megawatt hours of TRECs purchased in
6 Florida, and that is significantly more than was purchased in
7 2004 when the program began. And, again, we expect the program
8 to grow. And part of that, again, is with this petition,
9 broadening the program to commercial customers. So we are
10 committed, sir.

11 COMMISSIONER ARRIAGA: Thank you, Madam Chair.

12 This is a great program, as I said at the beginning.
13 I'm going to propose that we approve it, and I do hope the
14 Commissioners will think alike. But in any case, there is a
15 message that you need to carry back. You made a commitment to
16 this Commission, and that is why you got our vote, among other
17 things, to approve two additional gas plants in the state of
18 Florida. I'm still waiting patiently for you guys to come back
19 to us and say this is our plan for energy conservation, energy
20 savings, promotion of renewables, and fuel diversity. That
21 would be basically it, a friendly message.

22 MR. BRYAN: Thank you, sir.

23 COMMISSIONER ARRIAGA: I move staff's recommendation.

24 COMMISSIONER CARTER: Second.

25 CHAIRMAN EDGAR: Commissioners, we have a motion and

1 a second for Item 15. Is there further discussion?

2 Seeing none, all in favor of the motion say aye.

3 (Unanimous affirmative vote.)

4 CHAIRMAN EDGAR: Opposed?

5 Show the motion adopted. Thank you.

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1 STATE OF FLORIDA)

2 : CERTIFICATE OF REPORTER

3 COUNTY OF LEON)

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5 I, JANE FAUROT, RPR, Chief, Hearing Reporter Services
6 Section, FPSC Division of Commission Clerk and Administrative
7 Services, do hereby certify that the foregoing proceeding was
8 heard at the time and place herein stated.

9 IT IS FURTHER CERTIFIED that I stenographically
10 reported the said proceedings; that the same has been
11 transcribed under my direct supervision; and that this
12 transcript constitutes a true transcription of my notes of said
13 proceedings.

14 I FURTHER CERTIFY that I am not a relative, employee,
15 attorney or counsel of any of the parties, nor am I a relative
16 or employee of any of the parties' attorney or counsel
17 connected with the action, nor am I financially interested in
18 the action.

19 DATED THIS 30th day of October, 2006.

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