



August 29, 2008

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VIA HAND DELIVERY

Ms. Ann Cole, Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0850

Re: Petition for approval of a negotiated power purchase for purchase of firm capacity and energy with Vision/FL, LLC, by Progress Energy Florida, Inc.; **Docket No. 080512-EQ**

Dear Ms. Cole:

Please find enclosed for filing on behalf of Progress Energy Florida, Inc. ("PEF") the original and five (5) copies of our supplemental responses to Staff's data request dated August 13, 2008 in the above referenced docket.

Thank you for your assistance in this matter. Please call me at (727) 820-5184 should you have any questions.

Sincerely,

*John T. Burnett cms*  
John T. Burnett

COM \_\_\_\_\_  
ECR  JTB/lms  
GCL  Attachments  
OPC \_\_\_\_\_  
RCP \_\_\_\_\_  
SSC \_\_\_\_\_  
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**PROGRESS ENERGY FLORIDA, INC.'S SUPPLEMENTAL RESPONSES TO STAFF DATA REQUEST  
DOCKET NO. 080512-EQ**

- 2. Section 11.1 of the Contract states that upon execution of the Contract that Vision will provide Progress with Eligible Collateral in an amount according to Table 2. Please provide the current expected amount that Vision would have to provide, and what type of collateral, in order to meet this requirement?**

Answer: Vision's credit class has not yet been determined. Upon determination of Vision's credit class, and in accordance to the modified agreement, the amount of the required Eligible will be determined from Table 2 and the form of collateral will comply with the definition of Eligible Collateral in the agreement.

- 3. See Section 11 of the Contract identified as "Completion/Performance Security." Does this Contract provide that if the Contract is executed, but the Qualifying Facility is not completed by the date of the avoided unit's in service date, that Progress would retain the amount of the performance security mentioned in Section 11.1 of the contract?**

Answer: Yes.

- 4. Section 12.1 of the Contract states that Progress will provide Vision on a monthly basis with a calculation of the termination fee of the contract, using the formulas set out in Appendix B. Please provide an estimated amount of the termination fee annually for the duration of the contract, assuming termination happens each January 1<sup>st</sup>.**

Answer: The table originally submitted on August 20, 2008 inadvertently contained an error. The table below has the corrected information.

Year	Termination Fee at Dec 31st \$000
2010	\$3,470
2011	\$6,796
2012	\$9,980
2013	\$10,809
2014	\$10,033
2015	\$9,286
2016	\$8,570
2017	\$7,883
2018	\$7,232
2019	\$6,610

2020	\$6,021
2021	\$5,454
2022	\$4,915
2023	\$4,397
2024	\$3,905
2025	\$3,435
2026	\$2,986
2027	\$2,557
2028	\$2,146
2029	\$1,752
2030	\$1,376
2031	\$1,018
2032	\$677
2033	\$350
2034	\$0

- 5. What is the current status of the transmission interconnection agreement referenced in Section 6.4 of the Contract, and what is the projected date for completion of the interconnection?**

Answer: Vision has not yet secured a site for their project. Transmission studies cannot be completed to determine the cost or timing of an interconnection until a site has been secured.

- 6. Section 6.4 of the Contract states that Vision will be responsible for “all costs, expenses, taxes, fees, and charges associated with the delivery of energy to PEF.” Please provide an estimate for each of these costs.**

Answer: Please see the response to Question 5.

- 7. In Exhibit B of the Contract, “Calculation of Costs from the Vision Contract,” includes an Excel Spreadsheet with a comparison of the payments to Vision Power Systems and the Avoided CC Unit costs. Please provide the Excel Spreadsheet shown, labeled “Vision Power Systems, Avoided Cost Analysis,” which should include the termination fees mentioned above and the performance security mentioned above. Please allow for the spreadsheet to be manipulated for analysis by staff.**

Answer: Please see Attachment A.

