

BEFORE THE
FLORIDA PUBLIC SERVICE COMMISSION

In the Matter of:

DOCKET NO. UNDOCKETED

SMART METER WORKSHOP.
_____ /

PROCEEDINGS: WORKSHOP

TAKEN AT THE
INSTANCE OF: The Staff of the Florida
 Public Service Commission

DATE: Thursday, September 20, 2012

TIME: Commenced at 9:30 a.m.
 Concluded at 5:36 p.m.

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

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P R O C E E D I N G S

1
2 **MR. CLEMENCE:** Good morning, and welcome to
3 the Florida Public Service Commission staff workshop on
4 Smart Meters. I am Walter Clemence from the Office of
5 Industry Development and Market Analysis.

6 First off, I'd like to take care of a couple
7 of housekeeping matters. Mr. Lawson, would you please
8 read the notice.

9 **MR. LAWSON:** Certainly. Pursuant to a notice
10 published in the *Florida Administrative Weekly* on
11 September 20th, 2012 -- I'm sorry, not, not, not today's
12 date -- but published in the *Florida Administrative*
13 *Weekly* and in other forums, an undocketed smart meters
14 workshop has been called.

15 The purpose of this workshop is to provide a
16 forum for Florida electric utilities and other
17 interested parties to provide the Commission and
18 Commission staff information concerning the technical
19 and policy issues surrounding the design, installation,
20 and the use of smart meters in the state of Florida.

21 **MR. CLEMENCE:** Thank you. Just a quick
22 reminder to everybody that the, the workshop today is
23 being webcast on our website. It is also being
24 broadcast on the Florida Channel. So as you're either
25 presenting or providing public comment in the afternoon,

1 please state your name and speak directly into the
2 microphone so that those individuals who are not here
3 today can hear you.

4 The purpose of the workshop this morning is to
5 gather information on smart meters to address many of
6 the concerns that have been raised by customers here in
7 Florida. We will discuss the Commission's jurisdiction
8 over smart meters, including that, including that of the
9 Commission and other agencies.

10 In the morning we will have formal
11 presentations from both our utilities and from some
12 smart meter manufacturers and some transmitter
13 manufacturers. Following the formal presentations in
14 the morning, in the afternoon we will have a roundtable
15 to discuss many of the major issues that we have heard.

16 If you are listening online or if you are
17 unable to stay until the afternoon, we will take
18 post-workshop comments that can be filed with me here at
19 the Commission up until October 12th. They can be
20 e-mailed to me at Walterclemence, W-A-L-T-E-R, dot
21 Clemence, C-L-E-M-E-N-C-E, @PSC.state.fl.us, or you can
22 mail them in to us at the Florida Public Service
23 Commission, 2540 Shumard Oak Boulevard, Tallahassee,
24 Florida 32399.

25 The workshop is planned to go until 5:00. We

1 will break at noon for lunch. If anyone needs
2 facilities, they are directly outside the hearing room,
3 and water fountains are right out front as well.

4 Now we will go ahead and move right into the
5 first item of the agenda.

6 All right. The Florida Public Service
7 Commission has heard concerns from many citizens and
8 local governments here in Florida with their concerns
9 about smart meters. Specifically we've heard about
10 health. Customers and local governments have expressed
11 concerns about the RF from smart meters and the number
12 of pulses from the meters and the transmitters
13 themselves.

14 Issues of privacy. That their energy usage is
15 being tracked at an appliance level, that they have
16 concerns that their uses will be tracked in order to
17 tell them how to use their power into the future, and
18 that criminals may be able to identify when they are or
19 are not at home.

20 Data security has also been a concern that has
21 been expressed to us, the concern that the meters
22 themselves or the transmission network can be hacked to
23 gain access to customer information.

24 We have also heard a lot about customers who
25 wish to have an opt out or other alternatives to the

1 smart meters that have been expressed. So at our
2 May 9th Internal Affairs our Commissioners asked us to
3 come up with a process and have a workshop that we're
4 here for today.

5 Further, staff would -- is hoping to get
6 information today about the other regulatory bodies that
7 have jurisdiction over smart meters. For example, it is
8 our understanding that the FCC does handle the health
9 effects from smart meters. We did invite the FCC to
10 join us today; however, they did decline our invitation.

11 We'll kick it off here. Here's the basic
12 agenda for today. We'll have our formal presentations
13 this morning. We'll break at about 12:00 for lunch,
14 return in the afternoon for a roundtable that we will
15 pose many of the questions that were given to us by
16 members of the public to ask of both our utilities and
17 the manufacturers.

18 In the afternoon after the formal
19 presentations we will have public comment. Once again,
20 if you'd like to make public comment, we ask that you
21 please take a moment and walk outside and sign up with
22 one of our staff members out there.

23 And finally, once again, post-workshop
24 comments may be filed with us until October 12th. Once
25 again, the e-mail address is Walter, W-A-L-T-E-R, dot

1 Clemence, C-L-E-M-E-N-C-E, @PSC.state.fl.us.

2 And just one more reminder, not only are the,
3 can workshop comments be filed by those who are here
4 today, if you're listening online or watching us on the
5 Florida Channel, feel free to file your comments as
6 well.

7 **SPEAKER:** Could you speak up?

8 **MR. CLEMENCE:** I'm sorry.

9 **SPEAKER:** Could you turn the volume up a
10 little bit?

11 **MR. CLEMENCE:** Is that a little better?

12 **SPEAKER:** Much.

13 **MR. CLEMENCE:** Fantastic.

14 Okay. Now we will start off with our
15 presentations from our utilities.

16 First to kick it off will be Mr. Paul Talley
17 from Gulf Power, who's going to give an overall
18 presentation for all the utilities to go over some of
19 the similarities.

20 **MR. TALLEY:** Good morning. Paul Talley with
21 Gulf Power Company.

22 The purpose of this presentation this morning
23 is to kind of lay a groundwork for the rest of the day
24 some common themes so that the utilities don't really
25 have to repeat themselves over and over and they can

1 spend time on their project and all. I'll talk about
2 the evolution of metering, benefits, smart grid, and
3 some of the public concerns.

4 Metering has changed greatly over the last few
5 years, even back to the start to --

6 **MR. CLEMENCE:** Mr. Talley, can you speak a
7 little more into the mic? They're having trouble
8 hearing you in the room.

9 **MR. TALLEY:** Do you mind if I adjust it? It's
10 a little low.

11 Metering has changed greatly over the years.
12 What we've done is added a line at the bottom to kind of
13 track telephone technologies, something that everybody
14 can relate to, copper plates back in the 1880s, the
15 1880s. Also reversing the fields, turn and armature,
16 that's actually some technology we still use today. One
17 of the biggest ones was in the '30s with the
18 introduction of smart socket meters that allowed meters
19 to be plugged into a socket very similar to what we do
20 plugging a light into an outlet in your home. The
21 1940s, magnetic levitating bearings greatly improved the
22 accuracy of meters in the mechanical word. And, of
23 course, in the '70s we started seeing solid state
24 circuitry and digital displays starting to be used on
25 the meters.

1 Meter reading didn't change much through the
2 '70s. A lot of that was done with manual reading, paper
3 and picking up books and all. A lot of the terms we
4 still use today refer back to those. When guys read
5 routes and books and stuff, that's still those terms.
6 But one of the big issues was it was kilowatt hour only
7 readings. We could do nothing more than that.

8 Of course in the '80s we started seeing a
9 little bit of offsite meter reading. We had the cell
10 phones coming around. They were big and ugly and
11 expensive, and so there wasn't really any technology to
12 read meters during those days, but there was some
13 beginning to start reading with one-way systems during
14 the '80s. Again, kilowatt hour only readings is all we
15 could get from those meters.

16 Things really started to change within the
17 1990s and this is when most utilities really started
18 looking at the different technologies for AMR, automatic
19 meter reading. And a lot of utilities did implement
20 systems during those days. Most of us did a lot of
21 testing, pilots, and other to try to look at the
22 technology and see where it was going to be. A lot of
23 drive-by systems were implemented in the 1990s. Again,
24 it was kilowatt hour only readings. If it was a demand
25 meter or something like that, the guys still had to get

1 out of their truck, read the demand, reset the demand
2 manually, get back in the truck and finish reading his
3 route. So there was some benefits but, but not a lot.

4 Things really changed in the 2000s. Of
5 course, in the last five or six years we know what's
6 happened with telecommunications and phones. And we
7 changed the term to what industry uses as AMI. We don't
8 really refer to it as smart meter. It's advance
9 metering infrastructure is really what we're
10 implementing.

11 And so what came with that was, excuse me,
12 two-way 900 megahertz communication; the ability to have
13 the meter send in data and to communicate with them if
14 we were needed to check voltage or reread a meter.

15 Fixed networks. No longer a mobile network
16 tied to a truck or somebody walking around. You had a
17 network that was available 100% of the time. So with
18 that came features like being able to read the meters on
19 more of an interval, a daily interval or an hourly
20 interval or some other type of interval besides once a
21 month.

22 And, of course, other great benefits like
23 outage notification and restoration. It is said that
24 our economy loses over 150 billion a year in power
25 outages. If we can shorten that, we can affect the

1 economy by keeping lights on and making it more reliable
2 and more efficient.

3 And then we were able to get power quality.
4 Still information about the total consumption at the
5 home, but information that helps us build a better grid
6 and tell us if there's an anomaly going on at that
7 residence. Today, unless a customer calls, we don't
8 know if we have a problem in most cases. And so that
9 allows -- AMI will allow us to do that. And, again, the
10 big thing for us was that it wasn't kilowatt hour only.
11 If it was a demand meter or a time of use meter, we
12 could now read all of our rates remotely as opposed to
13 just kilowatt hour only.

14 Benefits to the customer. The first one will
15 be insight to their usage. Again, this is general. All
16 utilities may not do this, but, you know, possibly a
17 mobile app that alerts customers when they've used more
18 than a certain amount during the day, a web portal to
19 see how and when they're using energy, detailed billing
20 now is really no different than my credit card bill. I
21 would hate to get my credit card bill and have one
22 number at the end of the month. I like to see the
23 detailed billing. How and when did I use my credit
24 card? Do I need to change something next month to
25 better use my credit card? I think AMI will allow us to

1 do that for our customers.

2 Once you have insight, then customers have
3 choices. AMI will allow customers to have choices over
4 different rates possibly. For Gulf Power we have a time
5 of use rate for our residential customers that some
6 customers choose. Prepaid, a lot of talk about prepaid.
7 It's very popular in Europe. I don't know if it'll ever
8 happen, but AMI would allow things like that.

9 So once customers have insight, they can have
10 choices and then they have control over their energy
11 usage and their cost savings.

12 Other benefits to our customers, it's a
13 convenience of meter reading, not having somebody come
14 on their property every month, reduce of electrical
15 theft, which we all pay for, reduced estimated bills,
16 distributed energy, renewable energy, things like that,
17 and possibly possible other rate offerings.

18 I know there was a workshop recently on
19 electric vehicles. You know, maybe we'd have a rate one
20 day for a customer that has an electric vehicle or
21 something. All those things are made possible with AMI.

22 We're trying to listen to our customers, and
23 customers in focus groups say they want simple
24 solutions, they want more information about their energy
25 use and conservation. One size doesn't fit all. You

1 know, in the future our lives are much different than
2 they used to be, and what may be convenient for other
3 customers may not. So I think we, we need to offer
4 customers options and choices again about their energy
5 usage.

6 From the utility side there are a lot of
7 benefits too. First, improved ability on preventing
8 outages, allowing the utility to be proactive and
9 knowing what's happening on the grid and respond to
10 those without the customer having to call. Knowing
11 ahead of time what's going on.

12 I think it'll greatly improve our engineering.
13 We do a good job of engineering today, but a lot of that
14 is based on models that we have built over time on
15 things we think we'll actually have data that will
16 change the way we engineer our system, the way we do our
17 maintenance, and hopefully drive down cost.

18 Of course we've already talked about outage
19 notification and restoration. Greater operational
20 efficiencies, being able to distribute energy as
21 efficiently as we can.

22 And, of course, we also will be able to reduce
23 our transportation costs, take trucks off the road, and
24 reduce our environmental footprint through
25 transportation.

1 The main point here is that AMI is really the
2 foundation for which we can one day build a smart grid
3 to more efficiently and effectively manage and run the
4 electric grid. It is that foundation that's required to
5 do these things that, that we think we will want to do
6 in the future.

7 Now we realize there are some public concerns.
8 The two major ones seem to be privacy and RF emissions.
9 First, really nothing has changed on the metering side.
10 To me, smart meter is really kind of a misnomer. AMI is
11 the term because the meters are really not much smarter.
12 Okay? We're still measuring the same energy that we
13 measured before. As a matter of fact, we're using the
14 same meters we have used for eight to ten years. All
15 we've done is add a radio monitor to them. The
16 manufacturer of the meters and all that are exactly the
17 same. Still measuring the same information. And so
18 really all we have changed is the way we get those
19 readings. The readings are being returned to the same
20 billing systems we've used before, and that's where our
21 customer data is. There's no customer information
22 stored at or transmitted by a meter, only kilowatt hour
23 only readings and other voltage and other things
24 associated with that outage information.

25 So what has changed is not the meters or the

1 back office. It's just the way we read the meters is
2 what's changing with AMI. Again, it's that advanced
3 metering infrastructure and network to do it.

4 This is just a quick example of what a
5 customer portal may look like one day where a customer
6 can log on. I like this because it shows daily usage,
7 and the dots represent the average temperature for the
8 day so customers can see how their usage compared to
9 today's temperatures, which greatly affects our energy
10 usage. And this one, the customer was able to set a, a
11 spending limit. I only want to spend \$10 a day. If I
12 go over that limit, flag it. That allowed the customer
13 to maybe on their smart phone get an e-mail that, hey,
14 you've just gone over \$10 today. But that would be set
15 by the customer.

16 And if they want to look why did we go over
17 today, then they could look at that day and possibly see
18 the hourly usage. How during the day did they use their
19 energy? Again, we don't know what's going on in the
20 house.

21 In this slide we've offered some suggestions.
22 You had some energy usage up here. Did you entertain
23 that night? Did you change the settings on your air
24 conditioner? We can offer some suggestions on why you
25 would have an increased energy usage over a time period

1 but we have no idea what's going on in the house. You
2 know, with this most customers would log in and say why
3 was our bill high this month? Well, it was really high
4 on this day. Oh, yeah, we had Johnny's birthday and the
5 whole family was over that day. That's why I remember
6 we used a little more energy that day.

7 So this is the type of information that is
8 collected from the meters. It's total kilowatt hour
9 only at the meter, which reports and talks to nothing in
10 the house associated with that.

11 The other issue is the RF exposure. All
12 meters have been tested and certified to the FCC
13 standards. Smart meters are low power. The duty cycle
14 is how often they talk. Most talk less than 1%; some
15 down to a second a day. Very little transmission time,
16 very low power.

17 Some measurements. One foot in front of the
18 meter even at peak power is still well below the FCC
19 limits. Inside the house is way even less than that.
20 You figure the meter is inside a metal box.
21 Construction of the house, it's very low in the house.

22 Napa Valley Smart Grid Initiative recently did
23 a very in-depth study and they kind of boiled their
24 findings down to something we could understand. And
25 that if you sat in front of a meter ten feet away

1 outside, you would have to sit there for 100 years to
2 equal one three-minute cell phone call when it comes to
3 RF exposure. If you were inside the house on the other
4 side of the wall just three feet from the meter, you
5 would have to sit there for 200 years to equal one
6 three-minute cell phone call. So meters are very safe
7 and have been tested.

8 This is kind of a busy slide, but this is the
9 RF spectrum for the United States. This is the radio
10 spectrum. It's not up in the radiation or x-ray. This
11 is radio waves. The big blue boxes that you see kind of
12 jump out at us, that's broadcast: AM, FM, TV, those
13 types of radio signals that we see every day. The big
14 red boxes are aeronautical, airplanes, VOR type
15 communications.

16 But what we want to kind of look at is this
17 one little green box right here in the middle. Just for
18 instance, the purple and pink boxes right here, that's
19 1.8 gigahertz. That's where 3G, 4G phones operate in
20 that spectrum. So if we zoom in real quickly on that
21 one box, from 902 to 928, that is the unlicensed
22 spectrum. That is the spectrum where the majority of
23 the AMI systems operate. It's also the same spectrum
24 were your iPad and your notebook, your Wi-Fi router
25 that's at your home and every hotel and business, the

1 baby monitor you sit beside the crib, the cordless
2 phone, all of those things operate in that same spectrum
3 and are applied by the same FCC rules.

4 Some of the systems do use a license
5 frequency, yellow arrows. Same similar frequency,
6 similar result. FCC regulations actually have a few
7 stricter regulations because they're on a licensed
8 frequency and can't drift or anything.

9 Just a quick general comparison of the smart
10 meter compared to other household items, microwave,
11 computers, cell phones. Because they're such low power
12 and because they transmit so seldom, they fall way down
13 on the spectrum of any type of RF emissions and all.

14 So with that, in conclusion, smart meters, the
15 technology has been advancing over the last 20 years,
16 and utilities and manufacturers have been working
17 together for over 20 years on these types of technology.
18 It will bring future benefits to our customers, it will
19 bring great efficiencies and reliability to the electric
20 grid. And we understand the concerns and issues that
21 our customers have and we want to make sure that
22 everything we do is safe and reliable for our customers
23 and our employees. Thank you.

24 **MR. CLEMENCE:** Thank you very much. And one
25 more housekeeping matter I should have mentioned

1 earlier. If you're watching online or if you're here
2 and want to look at them later on, all the presentations
3 are currently loaded on the Commission website,
4 FloridaPSC.com.

5 Next up is Ted Spangenberg, and hopefully I
6 didn't butcher your name too much, who will give a
7 presentation on the implementation from Gulf Power.

8 **MR. SPANGENBERG:** Thank you. As noted, I am
9 Ted Spangenberg, and I'm presenting today in my role
10 with respect to special projects at Gulf Power Company.
11 Gulf Power is part of the Southern Company, and we've
12 been studying and piloting various AMI technologies
13 since the mid 1990s with the objective of lowering the
14 cost and enhancing the services to our customers.

15 We ultimately selected the tower-based FlexNet
16 system for a variety of reasons and deployed our meters
17 without the availability of smart grid investment grants
18 from the federal government. While an AMI system could
19 and should be integrated into many other systems as
20 depicted on the slide and other processes, the principal
21 purpose and the greatest benefit for us is to
22 efficiently provide meter readings so that we can
23 accurately bill our customers at the lowest practical
24 cost.

25 An AMI system also reduces the challenges and

1 confusions that accompanies non-read or misread meters
2 that are an inherent part of any manually reading
3 process.

4 We've been asked to speak today to privacy.
5 Protecting the privacy and security of customer-linked
6 data is one of the most fundamentally and deeply held
7 tenets within our business. Such data is only used for
8 our regulated business purposes and is not sold or
9 bartered to third parties. The security of that data
10 and all of our business proprietary data is accomplished
11 through a broad, deep, and rigorous set of policies and
12 business practices.

13 The AMI meter, as Mr. Talley has mentioned,
14 measures energy consumption and monitors the condition
15 of the meter in the electric system. The only energy
16 information transmitted is the total premise energy
17 consumed, not any individual appliance data. No
18 personal identifying information such as name or address
19 or any of that, none of that is either stored at or
20 transmitted by the meter, simply the energy consumed and
21 a meter identifier. Alerts related to any abnormal
22 status of the meter or the utility's electrical system
23 serving the customer are transmitted at the time they
24 occur and, again, as noted earlier, help us to operate
25 and run a very efficient system.

1 Certainly there are benefits beyond meter
2 readings, and while some of these have already been
3 mentioned by Mr. Talley, they are worthy of a brief
4 repeat so we include them on the slide here. And,
5 again, this is just a sample listing of those benefits.
6 And these benefits accrue to all of our customers and
7 all of our customers enjoy the aspects of being able to
8 operate a more efficient system, a more reliable system,
9 all built upon the foundation of having that smart meter
10 data or the AMI data.

11 There's an additional benefit that often we
12 don't think about, so I present to you this slide.
13 You'll notice the red dots on the slide, and it's a
14 great illustration of the benefits that might not
15 readily come to mind. This is a mapping plot of the AMI
16 meter outage alerts received by our sister company,
17 Alabama Power Company, when the infamous tornadoes
18 struck the Tuscaloosa area in April of last year. And
19 I'm sorry I wasn't able to provide you the time-lapse
20 version, which is an incredible depiction.

21 Not only does this mapping clearly show the
22 path of one of the tornadoes, but it allowed Alabama
23 Power to both readily know the extent of the outages and
24 to immediately begin planning where to stage its own and
25 out-of-state restoration crews in order to return power

1 back to these 400,000 customers as quickly as practical.

2 When Hurricane Isaac came close by last month,
3 our AMI system clearly let us more quickly and
4 efficiently respond to the 20,000 customer outages that
5 we experienced on our system.

6 Again, Mr. Talley has already referenced radio
7 transmissions, but one fact is worthy of repeating, and
8 that is that particularly Gulf's type of meter are well
9 below the background levels that the public already
10 experiences. And I do want to point out that this is a
11 logarithmic scale on this chart. While a point here
12 might look like it's only one-third of a point here, it
13 is actually one one-hundredth of that point because of
14 the logarithmic scale down here.

15 Further, the radio frequency emissions from
16 smart meters in a tower-based network are much less
17 frequent than those in other types of networks, thereby
18 making the average emission levels much less.

19 As I've just alluded, there are different
20 types of AMI systems. Not every AMI system is the same.
21 They all accomplish the same purpose, but there are some
22 slight differences. Typically each meter in a
23 tower-based network is transmitting only its own meter
24 data to a receiver that is always available. That's in
25 slight contrast to some systems, utilities who have mesh

1 networks that are regularly transmitting for both itself
2 and sometimes some adjacent meters, though at levels
3 still well within the FCC's regulated limits.

4 Also in contrast to drive-by systems, the AMR
5 systems, that are transmitting frequently in order to
6 reach a receiver that is not regularly available, but
7 again at levels well within FCC regulated limits. So
8 not all systems are the same, and therefore you need to
9 look at any aspects that are unique to your particular
10 system.

11 Specifically to Gulf Power's network, this is
12 just a map showing principal cities. For those of you
13 who are not familiar with northwest Florida, the western
14 gate to the Sunshine State where thousands live like
15 millions wish they could, but there are three different
16 types of tower networks that we use. I won't go
17 specifically into those differences, but the red dots
18 are here what we call our Tower Gateway Base Stations,
19 and then we also have some metro stations for some very
20 dense areas called a metro unit, and then there's also
21 called an FRP, remote portal, but there you see
22 approximately 20 locations where we actually receive
23 data. And, again, those are fixed sites that bring our
24 data in.

25 Gulf Power's deployment began in 2009 with a

1 pilot program of 7,000 meters, and then in 2010 we moved
2 across the sparse I-10 corridor which had our highest
3 meter reading cost. Then moved on to the metro areas,
4 first in our western district in 2011, and then
5 continuing east to essentially conclude our main
6 deployment this month. Gulf Power's deployment included
7 AMI metering on all classes of customers, residential,
8 commercial, and also those smaller industrial customers
9 which we didn't already have remotely read metering. I
10 say we're essentially complete. As of this month, we
11 are 99% complete with our planned deployment.

12 We were asked to talk briefly to deployment
13 logistics. The majority of our installations were done
14 by a contractor, Metadigm Services. They did a great
15 job of going out and scheduling and planning what to
16 deploy and when to deploy. We did communicate to our
17 customers by placing information on our website, and
18 also the week before a meter was to be set, performed an
19 automated outbound telephone call to each customer the
20 week before that we anticipated setting their meter.

21 There were some, some logistical issues that
22 accompany any time you go out and change a lot of
23 meters, and this would happen regardless of the type
24 meter you were setting, but issues with access to meter
25 sockets, getting access due to perhaps bad dogs or

1 locked gates or other obstructions in the way of the
2 meter, these were resolved by leaving door hangers
3 asking the customer to call back to our contractor and
4 actually schedule an appointment for their installation.

5 Continuing with some other deployment
6 logistics. The integrity of the customer's meter socket
7 was an issue at a few locations. And, again, this is
8 going to be true whenever you're changing out a large
9 number of meters. It shows the deterioration largely
10 due to the age of the socket or salt air deterioration
11 particularly in our coastal areas, but these were
12 resolved by making repairs. And, again, these
13 conditions existed prior to our deployment. It's just
14 that our deployment helped discover these, and in many
15 cases get these resolved in advance of problems
16 occurring in the future.

17 At the time of installation we did gather
18 information such as the exact location of the meter
19 socket, linking that to the transformer serving that
20 particular premise. We took a picture of the old meter
21 with its reading, a picture of the socket, empty socket
22 to establish the condition of the socket, picture of the
23 new meter, et cetera. There were some customer
24 concerns, very few, less than one-tenth of 1%. Most of
25 it, my assessment, is due to the misinformation that

1 they have received particularly from Internet sites.
2 Unfortunately there's no accountability for what
3 somebody might want to put on the Internet. But these
4 continue to be resolved through additional communication
5 and information to those customers. The number is
6 approximately 140. It's been as, maybe as high as a
7 couple of hundred. We continue, that number continues
8 to come down as we provide customers accurate
9 information about exactly what our meters do and do not
10 do.

11 In conclusion, let me just point out again
12 that Gulf Power's AMI deployment is essentially
13 complete, and it is safely and reliably providing
14 benefits to all our customers, while also fully
15 protecting the confidentiality of all customer-linked
16 data. Thank you.

17 **MR. CLEMENCE:** Next up we'll have Mr. Dan
18 Woodall from Progress Energy.

19 **MR. WOODALL:** Good morning, and thank you for
20 the opportunity to talk a little bit about Progress
21 Energy Florida's metering infrastructure. Today we're
22 going to provide an overview of that infrastructure,
23 talk about what we've deployed to date, but also what's
24 next in the near term.

25 We want to try and provide some background and

1 a high level overview of the technologies that we're
2 using, as well as those that are soon to be deployed.

3 Progress Energy, like the rest of the utility
4 industry, has been on a long trend towards automation.
5 This table sort of represents that for us. And as you
6 can see, it began with our largest customers where we
7 began to use cellular to automate meter reads back in
8 the '80s. You can see it's few in number, but these
9 customers have very complex metering packages and
10 they're geographically dispersed across the state. It
11 was costly to travel the specialized personnel around
12 the state to do those reads, so that's where we moved
13 into automation first. And that work was completed in
14 the '90s.

15 For us, the next big step came with drive-by
16 meter reading or MMR, mobile meter reading, is the term
17 that we use. It is a type of automated meter reading
18 using a vehicle. For us, this was 1.6 million of our
19 residential customers. And our change out here occurred
20 in the 2005, 2006 time frame.

21 We've seen significant benefits from that.
22 First in the area of safety, personal injuries for those
23 doing meter reads dropped 90%, vehicle accidents came
24 down 70%, our read errors dropped by 86%, estimates
25 dropped by 66%, and our bill related call volume dropped

1 by 40%. So performance improved significantly.

2 Our last area is our pending AMI project. Our
3 remaining manually read meters are our small business
4 and midsize commercial accounts. This project is aimed
5 at converting those to an AMI infrastructure. Our
6 deployment for this is to begin in very late October and
7 will continue for about one year and be completed in
8 October of 2013.

9 Let's get a little bit more background on the
10 drive-by infrastructure that was deployed in 2005 and
11 2006. It leverages the Itron infrastructure. These
12 meter reads are captured using a vehicle equipped with a
13 mobile collector that retrieves meter reads that are
14 broadcast by the meter in the 902 to 928 megahertz RF
15 band, and it gathers those reads while driving through
16 the area. And this represents one-way communication
17 from the meter to that collector in the vehicle.

18 These reads are then uploaded through an IP
19 network by the data collection software. Itron's brand
20 name is the Field Collection System, and this software
21 is used to perform basic validation of those meter
22 reads, some QA/QC checks. And if they pass that screen,
23 it's passed over to the customer information system
24 where the bill is rendered and then mailed out to the
25 customer.

1 This slide represents the AMI infrastructure
2 that is being stood up to support the initiation of AMI
3 meter deployment to small business and commercial
4 customers for Progress Energy Florida. Now, there are
5 five major components to this infrastructure. It starts
6 with the AMI, which is made up of the meters themselves
7 and the low power communication cards that are embedded
8 within them. They are forming a multipath network,
9 known as a mesh, that provides redundancy and improved
10 reliability.

11 The next component is the NAN infrastructure,
12 which is basically access points and repeaters. This is
13 the connection between this mesh that's formed by the
14 meters and connects and plugs in and ties into the wide
15 area network, essentially commercially available
16 wireless public cellular for backhaul of this
17 information. In some cases there is wired fiber that's
18 available as well, but will be used to make those
19 connections.

20 But essentially then the meter reads are
21 backhauled using the software systems in the AMI
22 head-end and the utility back office. The AMI head-end
23 is a software package that manages the network,
24 essentially calls for the reads, pulls that information
25 back, and there the validation in the back office system

1 known as the operational data store, the QA/QC checks
2 that we discussed earlier in the drive-by, it happens
3 there before being pushed over to the customer
4 information system, where again then the bills are
5 rendered and mailed out.

6 Here we're providing some detail around our
7 rollout. There are eight distinct geographic areas
8 known as sectors that we will progress through in
9 sequence. Our overall schedule for meter deployment
10 begins in late October for Sector 1 and concludes in
11 October of 2013 for Sector 8. The graphic represents
12 Sector 6, the Apopka, DeLand area, and the dots, the red
13 dots represent the meters, and the other dots are
14 repeaters and the access points themselves.

15 Deployment of access points and the NAN
16 infrastructure is already underway in many sectors. The
17 work begins with that access point connection to the
18 cellular networks and with the deployment of relays, and
19 it is then followed by meters.

20 The key part of any successful deployment are
21 the effective communication plans. We know this from
22 our own successful AMR drive-by rollout in 2005, 2006.
23 We also know it from the many lessons learned from
24 observing more recent deployments across the country.
25 Many do not have questions. But for those that do,

1 there is value in a structured communication process
2 that supports multiple touches while customers process
3 the information they're being provided.

4 As well, because of our targeted AMI
5 deployment being focused on small business and
6 commercial accounts, it's more sensitive to a momentary
7 interruption for a meter change out. Now, many have
8 infrastructure that accommodates a change out without
9 interruption, but for those that don't, we will leverage
10 our account rep infrastructure and organization and
11 schedule as appropriate.

12 In closing, it's important to note that
13 alternatives to standard AMI smart meter infrastructure
14 will have operational impacts both to provide the
15 alternative, but also resulting in a negative impact on
16 the cost and benefit of the AMI infrastructure itself.
17 We believe all these related impacts should be recovered
18 from the customers who choose the nonstandard approach.

19 I want to thank you for the opportunity to
20 share some background on PEF's infrastructure and
21 approach.

22 **MR. CLEMENCE:** Thank you very much. Next up
23 will be Mr. Wes Caldwell from Tampa Electric.

24 **MR. CALDWELL:** Good morning. I am Wesley
25 Caldwell. I'm the Meter Operations Engineer for Tampa

1 Electric Company, and I'll provide some information
2 concerning Tampa Electric's deployment of automated
3 meter reading meters.

4 Let me see. To the right. All right. Tampa
5 Electric has more than 682,000 automated meter reading
6 meters in service today. The installation of these
7 meters began in September 2003 and was completed in
8 January 2012. The 2003 AMR initiative has provided
9 Tampa Electric, I'm getting behind a little bit, with
10 significant cost reading, meter cost reading savings,
11 and Tampa Electric does not have any AMI meters in
12 service but is evaluating AMI meters for future use in
13 an upgraded system.

14 Tampa Electric uses Itron's automated meter
15 reading AMR residential meter, it's commonly called a
16 drive-by meter. The AMR -- whoops, I blanked it. There
17 we go. The AMR meter contains a frequency hopping
18 spread spectrum radio transmitter.

19 It transmits -- is a transmit-only device and
20 collects only the customer kWh use and transmits that
21 data over the 902 to 928 megahertz industrial,
22 scientific, and medical radio frequency band. The
23 duration of an AMR meter's transmission is approximately
24 10 milliseconds. In comparison, a blink of your eye is
25 about 40 milliseconds.

1 The AMR transmission occur every four to six
2 seconds or on regular intervals every 30 seconds, and
3 that depends on the meter type used. We use both types
4 of meters.

5 All of Tampa Electric's meters comply with the
6 workmanship, safety, and accuracy standards of the
7 American National Standard for Electric Metering, that's
8 ANSI C12. They also comply with all of the Federal
9 Communication Commission's code of regulations,
10 specifically Part 15, subpart C, for intentional
11 radiators.

12 A third party, Advanced Compliance Solutions,
13 tested and demonstrated that Itron's AMR meters, which
14 are used by Tampa Electric, comply with Part 15, subpart
15 C, of the FCC's Code of Federal Regulations.

16 Tampa Electric has completed our own testing
17 and has shown that the RF emissions from these meters
18 are within the FCC limits for maximum permissible
19 exposure for the general population in uncontrolled
20 exposures, and this is expressed in the FCC Office of
21 Engineering Technology Bulletin Number 56, the
22 requirements for that.

23 AMR transmissions include the total kWh
24 consumption, the peak billing demand for commercial
25 customers only, the meter serial number, the meter type,

1 the tampering indicators, and any -- and error checking
2 information.

3 An AMR meter's transmission does not include
4 instantaneous kW, it does not include interval or time
5 of use data, voltage or current data, or reactive data
6 called kVAR. It also does not include any personal
7 information such as name, address, Social Security
8 number, billing account numbers, or credit card numbers.

9 Tampa Electric follows the Fair Information
10 Practice Principles established by the Federal Trade
11 Commission in Title 16, Chapter 1, of the Code of
12 Federal Regulations. We also have our own internal Code
13 of Ethics and Business Conduct which provides standards
14 to protect sensitive information.

15 Tampa Electric has provided information to its
16 customers about new AMR installations through a variety
17 of avenues. We've used bill inserts which included
18 frequently asked questions about the new technology.
19 We've had web pages on our website to provide quite a
20 bit of information about the AMR meters. Meter
21 mechanics and meter workers have attempted to knock on
22 doors prior to installation of meters. A newspaper
23 article was published about the installation of meters.
24 Tampa Electric has visited the USF campus for at least
25 the last eight years talking about AMR installation and

1 engaging students and visitors to the campus. We've
2 also used the white space of bills to inform customers
3 about meter installations.

4 A very limited number of customers have
5 contacted Tampa Electric to express their concerns
6 through letters, e-mails, and phone calls. And after
7 about -- after education about the AMR technology, only
8 12 customers have requested a meter change.

9 These customers have concerns with RF
10 emissions and privacy. And as a temporary measure,
11 Tampa Electric has replaced 12 meters, 12 AMR meters
12 with digital meters without the RF transmitter or
13 delayed the installation of an RF AMR meter.

14 In review, Tampa Electric -- in review of the
15 information I've provided, Tampa Electric has -- all
16 right. What did I do? Oh, I'm seeing a different
17 screen in front of me.

18 (Technical difficulties with slide
19 presentation.)

20 All right. Tampa Electric, Tampa Electric's
21 letter -- electric metering is safe, accurate, and
22 complies with national standards and federal
23 regulations. Tampa Electric continues to communicate
24 with its customers about new metering technology and
25 services offered, and Tampa Electric continues to look

1 for and evaluate new metering technologies to ensure it
2 delivers electricity using the best practices in the
3 industry.

4 **MR. CLEMENCE:** Next up will be Bryan Olnick
5 from Florida Power & Light.

6 And while he's working his way up here, to
7 those of you who have joined us since the beginning of
8 the workshop, I'd like to welcome you. And if you would
9 like to provide public comment, I would ask that you
10 sometime this morning, early in the afternoon please
11 stop by outside and sign up to, to speak.

12 **MR. OLNICK:** Good morning, everyone. My name
13 is Bryan Olnick, and I'm the Vice President of Smart
14 Grid Solutions and Meter Operations for Florida Power &
15 Light. And thank you for the opportunity to discuss
16 smart meters, FPL's smart meter program today.

17 Let me begin by saying smart meters are
18 essential to modernizing the electric grid which will
19 bring a number of long-term benefits to all customers.
20 By upgrading the meters on the electric system, we're
21 already improving our ability to prevent outages. And
22 when power does go out, we can work quickly and
23 accurately identify the problems so we can restore power
24 faster. We're already achieving operational
25 efficiencies that will help our customers keep their

1 bills low. And customers with activated smart meters
2 can use the Energy Dashboard to take more control over
3 their energy usage and their monthly bills, if they
4 choose to. It's their choice.

5 At FPL we pride ourselves on being low cost
6 while delivering high value. It's part of our culture.
7 And we have a history of operating in that fashion.
8 Smart meters support that approach. Opt out does not.

9 We understand that change can be difficult for
10 some people, and some of our customers have expressed
11 concerns based on misconceptions and false statements
12 that are being circulated on the Internet. The number
13 of people that have refused smart meters, primarily
14 based on concerns over radio frequency, privacy, and
15 safety, equates to only three-tenths of 1% of our
16 customer base.

17 At FPL we're strongly committed to customer
18 satisfaction. When customers have contacted us to
19 refuse installation of smart meters, we have postponed
20 installation while we provide them with the facts and
21 try to help them understand the benefits of the
22 technology. However, some customers remain adamant
23 about not wanting a smart meter, and we recognize a
24 long-term solution is needed.

25 If the Florida Public Service Commission

1 determines that they want us to divert from the course
2 of providing the most cost-effective service, the
3 Commission needs to make that clear and implement a
4 program in which FPL would be authorized to recover all
5 the costs associated with maintaining an alternative.
6 The customers who refuse a smart meter should bear those
7 costs. It would be unfair to ask all customers to
8 subsidize those costs incurred as a result of other
9 customers' decisions.

10 I'd like to give you a little background of
11 our smart meter selection and our deployment. Long
12 before we finalized our design of our system, we
13 researched, tested, and piloted various technologies
14 extensively and methodically. Then as part of our 2009
15 rate case, the PSC approved our plan and directed us to
16 proceed with our smart meter deployment. The two-way
17 meter, the two-way meter technology that we selected
18 passed all of FPL's due diligence tests. As required by
19 the FPSC, our smart meters meet all commercially
20 required standards and all other requirements with
21 regard to health and safety. We have established and
22 maintained the highest standards for the meters'
23 performance. We require our vendor to quality test
24 every single meter. FPL and a third party also do
25 independent meter sample testing.

1 More and more, because of the tremendous
2 benefits they bring, smart meters are becoming the
3 standard of service across the country. As of May this
4 year, almost a third of all homes in the U.S. had a
5 smart meter.

6 The technology that we ultimately selected was
7 the Silver Springs Networks radio frequency mesh
8 embedded in meters manufactured by General Electric. RF
9 mesh technology facilitates two-way communications
10 through a secure network over a 900 megahertz radio
11 frequency band. The entire network and communication
12 that moves through it are heavily protected by multiple
13 layers of security and encryption. GE and Silver Spring
14 Networks will cover more about their technology in their
15 presentations.

16 I know that the PSC is interested in matters
17 of jurisdiction, and this seems like an appropriate
18 place to have the discussion to note that the Florida --
19 or, I'm sorry, the Federal Communications Commission has
20 jurisdiction over frequency, radio frequency standards.

21 Here are some excerpts from a recent letter
22 that the FCC's Chief of Engineering Technology sent in
23 response to a query from Florida Senator Bill Nelson.
24 As you can see, the FCC stated, and I quote, the FCC has
25 set limits on the maximum permissible exposure for

1 emissions at RF emitting devices. The smart meters
2 being installed by FPL operate at levels that are
3 hundreds of times lower than the FCC limit, end quote.

4 If there are specific questions about radio
5 frequency, Dr. Peter Valberg, a nationally recognized
6 expert in the area of radio frequency and human health,
7 is available to help address those questions during our
8 roundtable discussion today.

9 Moving on to a status report of FPL's
10 deployment. We're on schedule and expect to be
11 essentially complete by May of 2013. We're about 85%
12 complete today with deployment and have installed
13 approximately 3.8 million meters. I touched briefly on
14 some of the benefits earlier, and I'd like to expand
15 upon why smart meters are a prudent investment for our
16 customers.

17 As soon as the smart meters are activated,
18 customers start to realize the benefits immediately.
19 They can access information about their energy usage
20 down to the hour, and many are already using this
21 information to take more control over their energy usage
22 and save money. We're able to deliver service more
23 conveniently too. We no longer need to go to the
24 customer's property every month to read the meter. And
25 instead of estimating bills for hard-to-read access

1 meters, we can now provide an accurate meter reading
2 every month. And our care center representatives too
3 can help our customers more effectively if they call
4 about a question. Smart meters offer many lasting
5 benefits to our customers.

6 Smart meters are also the foundation for a
7 smart grid and are helping us to modernize our electric
8 system to make it more reliable and resilient, a benefit
9 we know all of our customers care deeply about. The
10 smart grid technologies that we're installing from the
11 power plant all the way down to the meter are helping us
12 prevent outages, and when an outage does occur, identify
13 them more quickly and accurately so we can restore them
14 faster. Smart meters also help to notify us if a
15 customer's power does go out.

16 Let me give you an example of how smart meters
17 are helping empower restoration. If a customer calls
18 with a smart meter to report a power outage, we can now
19 send a signal to that meter from our care center to see
20 if it is receiving electricity.

21 Let me give you a brief example how we used
22 that featured just recently during Tropical Storm Isaac
23 to help about 35 customers at a special needs shelter in
24 Collier County. Before the county transported the
25 residents back to their homes, we were able to send a

1 signal to the meters and confirm that their power, that
2 their homes had power. The county emergency operations
3 team was very pleased with the practical and effective
4 use of smart meters and the technology in facilitating
5 the safe return to their, to their residences.

6 Now we understand that smart meter deployment
7 represents a change for our customers, and we're
8 committed to supporting them through it with robust
9 communication. Before we come out to install the meter,
10 we send notification through the mail. Although we know
11 we're not perfect and sometimes notices do get missed in
12 the mail, so we reach out in many other ways. Customers
13 can also get information through our interactive voice
14 response unit as well as FPL.com.

15 And then after we install the meter, we send
16 customers additional notification through their bill and
17 more information about the benefits and instructions on
18 how to access and use their personal Energy Dashboard If
19 customers are on e-mail with us, we send additional
20 communication periodically through their e-mail address.

21 In addition to communicating with customers
22 before installation and after activation, we're working
23 to educate our customers through a variety of methods,
24 including media, bill inserts, e-mail, e-newsletter, and
25 a special website with videos, fact sheets, and

1 information from other sources. We've also partnered
2 with Miami-Dade College to offer Energy Essentials, a
3 free one-hour class open to all customers that shows
4 them how to use the dashboard and create their own
5 personal energy savings plan. So far we've had more
6 than 900 participants, and we're expanding those free
7 classes to Broward and Palm Beach Counties and other
8 communities in the future.

9 These classes have been very enthusiastically
10 received and so has the dashboard. Here you can see the
11 view that any customer with an activated smart meter
12 gets when they log on to our secure website to see their
13 dashboard. Customers who don't have Internet access can
14 call our care center or interactive voice response unit
15 to access some of this same information. The dashboard
16 provides useful information by the hour, by the day, by
17 the month. And similar to others, there's a line that
18 shows the average temperature, which is also very useful
19 to our customers to determine how much energy they use.
20 They can also get a projection of what their next bill
21 might be based on current usage trends. This is
22 something that our customers on fixed budgets really
23 like. They can go online or call our voice response
24 unit every day if they'd like and get a good estimate of
25 what their bill is going to be. On our website you can

1 see several examples of how customers are actually using
2 this Energy Dashboard.

3 Now as time goes by and more customers become
4 familiar with smart meters and smart grid technology,
5 we're confident they'll be as enthusiastic about the
6 benefits as we are. In the interim, we understand that
7 change can be unsettling for some people. To date, out
8 of about 3.8 million meters installed, about 14,000
9 customers have been adamant in refusing a smart meter.
10 When customers call with a concern, we're here to help
11 them. We listen carefully and try to understand their
12 concerns and offer information to help educate them.

13 Assuming the current trends, assuming the
14 current trend continues at this rate, our best estimate
15 is about 20 to 25,000 customers out of about 4.6 million
16 will have requested postponement by the end of our
17 deployment. Utilities in other states that have
18 implemented opt out charges have found that about half
19 of the customers who initially request postponement are
20 unwilling to pay a fee for a nonstandard meter and
21 choose to have a smart meter installed.

22 As I mentioned earlier, when customers have
23 concerns, those concerns typically fall in three areas:
24 Radio frequency, privacy, and safety. I will briefly
25 address each one of those, and we can talk more about

1 those in this afternoon's roundtable discussion.

2 With regard to privacy, we've seen flyers
3 circulated that claim that smart meters are surveillance
4 devices that allow FPL and other government agencies to
5 spy on customers and that we'll be able to tell their
6 daily energy habits and energy usage. This couldn't be
7 farther from the truth. FPL's smart meters only, only
8 measure energy usage data. They don't record, store, or
9 transmit any personal information. The meters tell us
10 how much total energy our customers use so that we can
11 bill them accurately, but they can't tell us what
12 specific devices are being used within the customer's
13 home.

14 With regard to radio frequency, our smart
15 meters operate at levels that are hundreds of times
16 lower than the limits set by the FCC. Smart meters
17 communicate over the same radio frequency band that
18 we've been comfortable for years in using for other
19 common devices mentioned today such as baby monitors,
20 garage door openers, and others. In fact, when you walk
21 into the neighborhood Starbucks for a cup of coffee,
22 it's the same frequency band that people are using to
23 connect to the Internet. No credible study has ever
24 showed that an RF emitting device within the limits set
25 by the FCC has caused adverse health effects.

1 With regard to safety and fires, smart meters
2 themselves cannot combust or ignite. What many
3 customers don't recognize is that the meter enclosure,
4 meter can is the property of the customer and their
5 responsibility to maintain. If it's in poor condition,
6 problems can arise that could affect the immediate
7 surrounding property, including any meter type, not just
8 a smart meter.

9 We've heard reports just recently that our
10 installers wear equipment to protect them from
11 radiation. This is blatantly untrue and an example of
12 the rumors that are being spread irresponsibly. Our
13 installers wear safety equipment to protect them
14 whenever they're working around electricity. There's no
15 need for them to wear equipment that protects them
16 against radiation.

17 We have extensive videos, facts, and third
18 party information on our website that address all of
19 these issues, and we do have experts here today who can
20 help us answer those questions during the roundtable
21 discussion.

22 In summary, please allow me to restate the
23 importance of smart meters to a modern electric system.
24 They're a vital foundational technology essential to our
25 commitment to build a modern, reliable, and efficient

1 electric grid for the benefit of all customers. They're
2 providing tangible benefits now and will make it
3 possible for us to introduce many more in the future.
4 So we feel very strongly that the smart meter upgrade is
5 beneficial for all customers and is an essential part of
6 our commitment to maintaining -- to be a low cost
7 provider.

8 If the Commission determines that an
9 alternative meter should be offered, FPL will require a
10 mechanism for cost recovery from customers choosing it.

11 Thank you again for this opportunity to make
12 FPL's position clear, and I look forward to answering
13 any questions in today's roundtable workshop discussion.

14 **MR. CLEMENCE:** Now with a perspective from our
15 state's municipal electric utilities, Mr. Joe Noel from
16 Ocala Utility Services.

17 **MR. NOEL:** Thank you. It's my honor to be
18 here today. My name is Joe Noel. I work for the City
19 of Ocala, but I'm here today representing FMEA, the
20 Florida Municipal Electric Association.

21 FMEA is made up of 34 municipal electric
22 utilities from all over the state, we're from
23 Tallahassee to Jacksonville, Orlando to Key West, and
24 all points in between. Combined we're responsible for
25 more than 1.3 million metering points. We, in fact,

1 serve 14% of all Floridians' energy needs. Though we
2 vary in size, each of our member utilities is dedicated
3 to providing the highest level of customer service and
4 reliability.

5 We are a group of organizations with like
6 problems and like needs that come together to share
7 ideas and aid, when necessary, to make all of us better,
8 and we operate on a not-for-profit basis.

9 Here we are, all 34 cities. I know there are
10 34 because I counted the dots. And Ocala is just north
11 of center there.

12 All FMEA members are migrating to solid state
13 metering. A few of us have completed deployment.
14 Quincy has completed, and Leesburg and Lakeland are
15 nearing the completion of their implementations.

16 And just as a note, Lakeland has recently
17 released that they're discussing smart meter
18 alternatives like opt out with their Commission.

19 The City of Tallahassee, 114,000 electric
20 meters deployed, and then they have water, gas also, and
21 they're already offering alternative rate structures.

22 Then there's Ocala. The City of Ocala was
23 established in 1846. The electric utility originally
24 called the Ocala Light & Power Company was created in
25 1898. Ocala has been known as the horse capital of the

1 world, among other things, but one of the ideals that we
2 take pride in is our commitment to customer service
3 through innovation and technology. The results of this
4 commitment are what bring me here today.

5 I'd like to talk for just a minute about our
6 smart meter deployment project. In 2005, we formed a
7 committee to study the benefit of AMI technology and
8 which one would be most beneficial for the City of
9 Ocala, and the committee choose RF mesh as our AMI
10 technology based on what we understood at the time about
11 how mesh works and how it would work in our service
12 territory.

13 In 2006, we executed a pilot project,
14 400 electric meters and 100 water meters to see how it
15 would actually work, the benefits to make sure that we
16 could get the information back that we needed, and it
17 was a successful pilot project. So we chose Elster's
18 EnergyAxis AMI Solution. We also decided to utilize a
19 third party to complete the system implementation or
20 installation and meter exchanges.

21 In 2008, our city council approved and signed
22 the contract. This initiated an aggressive 18-month
23 systemwide deployment of 54,000 electric meters and
24 21,000 water meters.

25 And in 2010, we successfully completed the

1 implementation on time and under budget, and I served as
2 the project manager for this implementation.

3 Are customers concerned? A few are, yes.
4 It's important to say that during the implementation we
5 had no customer concerns that came up that were at least
6 voiced about the concerns that we're all facing today.
7 I believe that was due to the fact that we were early
8 adopters of the technology and we had an extensive
9 customer education project that we also used.

10 Since implementation we've only had four
11 customers voice their concerns and want to opt out of
12 the program that were escalated to, to my level, and
13 those concerns were either centered around government
14 intrusion, RF health anxieties, or system security.

15 And our first, in my first experience with a
16 person who demanded that we exchange their meter, I met
17 with them face to face, we had lunch together, and we
18 talked about, we talked about the program, I listened to
19 his concerns and, and we were able to, you know, explain
20 the technology in a way that was understandable. And I
21 found out that day that he was also the vice chairman
22 for the Ocala Tea Party branch that had about
23 200 members, and he asked me to come speak to their
24 group and so I did. And, you know, I went in there with
25 the information on a piece of paper, it took me a few

1 minutes to read it, but then we spent about 45 minutes
2 in a question and answer discussion, and they had great
3 questions. And so what I realized from that is maybe we
4 hadn't done everything we could have done to educate,
5 educate our customers on the new system. But the
6 results of that meeting were great. We haven't had any
7 further concerns from that group.

8 And then we've had a few other concerned
9 citizens who again we met face to face with and were
10 able to resolve their issues. So it's been pretty
11 successful for us. However, we do feel that we have
12 taken the right approach in communicating with our
13 customers. We listen to what they say, we relate to the
14 concerns so that we understand what they're saying to
15 us, and then we explain the technology and the reasons
16 behind our implementation, the benefits that we can all
17 take advantage of thanks to the AMI system.

18 All right. So the Sunshine Law, this, this is
19 not something that affects the investor-owned utilities,
20 only the municipals. Through the Sunshine Law all
21 customer data, with a few exceptions, is public record
22 and can be requested at any time and we have to provide
23 it under this law. The pertinent data that is
24 available -- or that was available for advanced metering
25 was limited to monthly consumption and payments. Now

1 there is significantly more data generated, including
2 15-minute interval data. The concern is that this data
3 could be used to define customer usage patterns and then
4 be used against the customer. As of right now we are
5 considering seeking a delay in releasing this interval
6 data by up to three months. We would still provide the
7 current level of availability for monthly requested
8 data. The objective here will help to provide our
9 customers with a piece of mind knowing their data is
10 safe.

11 Moving forward, at the end of our smart meter
12 implementation we had a very strong foundation of
13 technology that we could start to utilize for great
14 mutually beneficial projects centered on customer
15 service and efficient, efficient operations. In
16 September of 2011 we implemented a prepaid municipal
17 services program. One year ago yesterday was the day we
18 went live. And we've had 3,000 customers voluntarily
19 enroll in the program, and that 3,000 represents 8% of
20 our eligible customer base.

21 And I like to say that the prepaid municipal
22 services is a win, win, win scenario. First off, the
23 customers enrolled in the program, they get to pay for
24 their energy on their, as they're, as they need it.
25 They pay for as much as they want or as much as they

1 need when they need it. They can avoid deposits, they
2 do avoid deposits. They avoid the accumulation of late
3 fees, disconnect fees, and reconnect fees based on this
4 technology.

5 The second win is for the utility, and that
6 the customers enrolled will never accumulate unpaid
7 debt. They're no longer a financial risk, and customers
8 can choose to pay off any pre-existing debt over time in
9 a debt recovery module of the program.

10 The third win is for the rest of our
11 ratepayers or all of our ratepayers. Because we're
12 eliminating the, a lot of the financial risk and
13 collecting on receivables, the potential for future rate
14 increases based on these factors can either be nullified
15 or lessened. So I've never before come across a program
16 that represents such a benefit for everyone involved,
17 and it is because of this, this technology.

18 2012, this year we're currently working on
19 implementing a meter data management system and
20 exploring what that data can do not only for the utility
21 but also for the customer. We want to provide our
22 customers with a web portal so that they may run some
23 reports, study their usage, and use this information for
24 their advantage.

25 Next year, 2013, we plan on revisiting our

1 residential time of use rates and improving them. And
2 take -- taking advantage of these smart benefits
3 available lead us even further into future with -- into
4 the future with distribution automation, and this is to
5 increase our reliability and decrease outage durations.

6 One last comment I want to make sure that I
7 get this right because I believe that it's important, I
8 believe it is vital that we understand the importance of
9 this technology. Our industry traditionally evolved
10 slowly. We are hesitant to accept changes to our way of
11 doing business and providing energy sometimes, but this
12 advanced metering and smart grid technology represents a
13 paradigm shift that will not only change the face of our
14 industry but also has the power to affect positive
15 change for the world. And if we pollute the data by
16 allowing smart meter alternatives like opt out, it will
17 dilute our ability to realize the global benefits of
18 smart grid, namely the avoidance of building additional
19 generation. We all know how much fun building a new
20 plant can be. With the data available, only from
21 systemwide deployments of smart meters can we make
22 decisions and steps towards real conservation and system
23 operational efficiencies.

24 Thank you very much.

25 **MR. CLEMENCE:** Now we'll move into some

1 presentations from some manufacturers. First up will be
2 Mr. Chris Held from General Electric.

3 **MR. HELD:** Hi, everyone. Thank you for
4 allowing me to be here today. I'm the Engineering
5 Manager for GE smart meter business based in Atlanta,
6 Georgia.

7 So GE's smart meter business is actually part
8 of a larger business in GE called digital energy. The
9 digital energy business, they do a lot of different
10 things for the transmission and distribution space from
11 power transformers, distribution transformers,
12 capacitors, a lot of different equipment that goes in
13 substations for grid automation, and then obviously the
14 meters piece as well.

15 You look at GE and the history of GE and
16 metering, GE first started getting going in metering
17 back with Thomas Edison over 100 years ago. So we've
18 been building meters for a very long time. In 1996 is
19 when GE first shipped its first solid state electric
20 meter for the commercial market, the kV meter, and that
21 meter has kind of evolved over time since its 1996
22 release. In 2000 we came out with the kV2, and in 2002
23 the kV2c, which we're still shipping today.

24 On the single phase residential meters, we
25 shipped our first meter, the I-210, in 2004. That ended

1 a great run GE had with the I70 meter that we had first
2 released in 1967. And then follow up to the I-210, in
3 2007 we released the I-210+ and the I-210+c meters,
4 which is our second generation of residential meters
5 that we're deploying today at Florida Power & Light and
6 other locations.

7 And if you look at it, you know, GE is
8 distributing smart meters all around the U.S. We've
9 shipped over 9 million smart meters around the U.S. to
10 date in Florida, California, you know, up in the
11 northeast, all over the place, so a pretty broad
12 distribution base of these smart meters.

13 And so what is a smart meter? People ask me,
14 you know, what really comes into a smart meter? So if
15 you look at it, there's four key elements to a smart
16 meter. The first is you've got a base down there and
17 the base is what plugs into the electric socket that's
18 sitting on the side of your house. Inside that base
19 you're going to have some sensors to be able to measure
20 the current. You know, how much current is going
21 through the meter, how much energy is being consumed by
22 the household. And there's also a service switch in
23 there now. That service switch allows the utility to
24 turn service on or off to a residence for various
25 reasons.

1 You go up from the base and then you've got a
2 communication module there. And you've heard from the
3 different utilities today about some of the different
4 communication technologies that, being used today in
5 Florida. It could be an RF mesh, it could be a
6 cellular, it could be a one-way communication, it could
7 be PLC, it could be anything really. And that's going
8 to plug into the main metering board, and that metering
9 board is really the thing that is measuring the energy
10 and gathering that data that gets transmitted out
11 through the communication radio.

12 And then lastly, covering the whole thing up
13 you've got a meter cover. It used to be glass in
14 general for a long period of time, and over the last ten
15 years we've really switched to using Lexan plastic, and
16 that cover is there to really protect, protect the
17 inside of the meter from the weather and tampering.

18 I'm going to walk you through a little bit.
19 There's some technical information, so I'll try not to
20 go too deep here, but this is the I-210+c, kind of what
21 that architecture looks like inside the meter. So as I
22 described before, you know, you've got this voltage and
23 current sensing going to the AC line. And current is
24 really a measure of how much energy you're using, and
25 that's going to go to our metrology chip. And that

1 metrology chip, it's got a direct connection to the LCD
2 so you can see, hey, here's how much energy I've been
3 using, similar to the old spinning disks on old
4 electromechanical meters.

5 It also has a realtime clock built in there so
6 that, you know, if there's an outage, you know, you can
7 keep time throughout that outage. And understand when
8 the power comes back up, you know, here's what time of
9 day it is for storing any of that type of information.

10 There's also a service switch connected to the
11 AC line, as I talked about earlier, and on the other
12 side of that service switch would be the load of your
13 house.

14 That data from metrology, it's going to talk
15 to our microcontroller, which is an application
16 processor. On the next slide I'll talk a little bit
17 more about what actual data is available and how often
18 it's stored. And that application processor, it's
19 really the thing that is talking to the communication
20 board so that data can get transmitted back to the
21 utility, and is also what's talking directly to the
22 optical port on the front of the meter if you want to
23 communicate directly with the meter.

24 So if we look at the data flow, that metrology
25 chip I talked about, you know, every second it's

1 collecting data. That's true. And so it's collecting,
2 you know, voltage and current and those types of
3 measurements. That data, while collected every second,
4 isn't stored. And even at one-second intervals that's
5 not precise enough to be able to tell what type of
6 appliance is using that current or voltage. You need to
7 have much higher resolution data to be able to see
8 anything like that.

9 So that one-second data is then, you know,
10 sent to the application processor where it can be
11 stored. And the types of things that are stored is load
12 profile. So, you know, over the 15-minute interval
13 usage how much energy did you use? All right?

14 And that's customer -- that's utility
15 configurable. Most utilities do 15-minute interval
16 data. It could be as, as short as one-minute interval
17 data, it could be as long as 60-minute interval data.
18 It has to be an even, evenly divisible into that
19 60 minutes.

20 The AMI board then is going to read from the
21 application processor that data that, that is stored,
22 and most AMI's that we work with get that data about
23 every 60 seconds. It could change. It could be as
24 little as one day. And then they transmit that back
25 through the backhaul typically once a day, although

1 again that could be different.

2 Another thing is that the interface between
3 the meter card and the communication board is primarily
4 driven by the communication card. All right. The
5 communication card says, hey, go give me some data. The
6 meter doesn't push that data out to the communication
7 board.

8 The exception to that is there is a trouble
9 line and a power fail line. So if the meter detects
10 anything, unusual operation or tamper or anything like
11 that, it'll actually send a trouble signal to the AMI to
12 say, hey, something is going on. You know, you need to
13 either read an event log and see what's happened here,
14 or there's an outage going on and you need to notify the
15 utility before you lose power that there's an outage
16 going on and alert the utility in advance.

17 If you look at security, we really have a
18 three-layered approach to security. The first thing is
19 we feel very strongly that security needs to be based on
20 industry standards. The communications for the meter is
21 all through the ANSI C12.18 protocol.

22 The nice thing about that protocol, it's
23 actually designed where it's not allowed to access the
24 AMI network. So any type of attack would be very
25 localized to that specific meter and couldn't get

1 transferred out to the broader AMI network.

2 The other thing is you've got to test and kind
3 of validate the security that's in there. So GE has had
4 independent security assessments done by world
5 recognized experts, and we've taken their analysis and
6 their results and we've included that in our roadmap as
7 we improve security on, with each of our releases that
8 we do.

9 And the last thing is monitoring and response.
10 So, you know, as I mentioned on the previous slide, the
11 meter has various ways to detect that the meter has been
12 tampered with if there's abnormal operation. And as
13 those things are alerted, it sends signals back through
14 the AMI system so the utility is aware of that abnormal
15 operation.

16 There's been a lot of safety concerns about
17 meters. I kind of break them out into two different
18 categories, some kind of the physical and then the
19 environmental.

20 So if you look at the physical concerns that
21 people have had about meter safety, you know, there's
22 been this issue about hot sockets and different thermal
23 events on houses. The, the meters in every case that
24 I'm aware of, the source of the fire has been external
25 to the meter. The meter has not been the cause. And

1 the meters are actually tested to the ANSI C12
2 temperature rise and installation tests.

3 They're also -- our meters, while not
4 regulatorily required, we test them to IEC 60695-2,
5 which are the heat and flammability tests, to make sure
6 that they're not a hazard. And we also use material in
7 the base and the cover that we make sure is UL 94 rated,
8 which is the flammability standard for safety.

9 You also look at over-voltage events. And,
10 you know, meters are designed to meet the industry
11 standard for overvoltage. So they're actually designed
12 to be able to continuously withstand 20% over voltage.
13 So normally you have 240 voltage service going into your
14 house. That means the meter can take over 300 volts,
15 you know, constant. I don't think your TV will like
16 that very much, but the meter is designed to take that.

17 It also withstands, based on the ANSI
18 standards, temporary overloads of 12,000 amp surges as
19 well as 6 kV surges, which would happen from like a
20 lightning strike going on in the area.

21 If you look at the environmental, there's
22 obviously been a lot of concerns about RF emissions. I
23 think the previous speakers have done a very good job
24 explaining the research and data around that. I thought
25 that was a very interesting quote from the smart grid

1 consumer collaborative. The, the average RF emissions
2 from a 15-minute daily cell phone call is equal to 375
3 years of RF emissions from a smart meter. Kind of
4 enlightening when you read that type of information.

5 The other thing that I haven't heard talked
6 about today is switching mode power supplies. And I
7 know there's been some concerns, different articles
8 about, you know, using switching mode power supplies is
9 dirty energy and emits a lot of RF emissions as well.
10 What I will tell you is most of those articles don't
11 mention is that pretty much everything that plugs into
12 the wall in your house besides like a lamp uses a
13 switching mode power supply, and the amount of emissions
14 is regulated. And so, you know, a smart meter, while it
15 does use a switching mode power supply, so does your TV,
16 so does your cell phone charger, so does your laptop
17 charger. As a matter of fact, you know, a smart meter
18 is about 1 watt. Your laptop charger, a lot of them are
19 60 watts or 100-watt power supplies. So, you know,
20 they're using a lot more energy, as is your TV, than the
21 smart meter. So the switching mode power supply, I
22 really don't understand how that one has been brought up
23 as a concern. But we've definitely read it and are
24 eager to talk about that and any other follow-up
25 questions people may have during the roundtable

1 discussion. So thank you very much.

2 **MR. CLEMENCE:** Next up we'll have Mr. Don
3 Reeves from Silver Spring Networks.

4 **MR. REEVES:** Good morning. My name is Don
5 Reeves. I am Senior Vice President of Services and
6 Operations with Silver Spring Networks, and I appreciate
7 the opportunity to speak with you today to give you some
8 insight into what our technology does and how it's
9 leveraged by some of the utilities here in this room.

10 So first of all, let's talk a little bit about
11 the company. So, first off, we don't make smart meters.
12 We actually make the networking technology that is
13 integrated inside of smart meters, and that technology
14 can also be used to connect other assets that are
15 deployed in the field by utilities such as distribution
16 automation equipment, as well as enabling connections
17 into the home for, say, a smart programmable thermostat.

18 Our highly scalable secure technology is
19 entirely built on top of what's called Internet protocol
20 Version 6, otherwise known as IPv6. And one of the main
21 reasons for doing this is so that we can take advantage
22 of modern security technologies, and that translates
23 then to highly secure solutions to our customers and to
24 the end consumers.

25 Our technology is being deployed by three of

1 the utilities represented here today. So you've heard
2 from Florida Power & Light, you've heard from Progress
3 Florida, and then the City of Leesburg is our third
4 deployment that's currently underway. And we have about
5 several dozen customers in the U.S. and around the
6 world, so our technology is very widely deployed.

7 Let's talk a little bit about some of the, the
8 benefits. So in terms of open, extensible, and
9 scalable, we think one of the main benefits that we
10 enable is providing utilities with choice. So that
11 gives them a rich partner ecosystem, the ability to
12 deploy ubiquitously. And the main benefits derived here
13 are that they can fully leverage their investment in a
14 network to deliver maximum benefits to their end
15 consumers.

16 We deliver very high performance and
17 reliability for the dollar, and that's proven in scale.
18 So, again, translates to a, a lower investment to
19 generate maximum benefits.

20 And then finally our technology is architected
21 from the ground up to be highly secure at all layers.
22 And I think you've heard a lot of conversation today so
23 far about security. There will be more this afternoon.
24 But we've really focused on all the layers: So the
25 hardware; the firmware, firmware is software that runs

1 on hardware; the network, you know, the transport; and
2 then the back office. All those elements matter, and
3 it's important that all those, all those aspects be
4 secure.

5 Benefits. So I could talk about utility
6 benefits, you know, the cost-effectiveness of delivering
7 a single network solution that can be used across their
8 entire service territory. I could also talk about the
9 environment, and I think some of the previous speakers
10 have touched on this, how enabling utilities and their
11 customers to use less energy translates to less
12 pollution. I could talk about the economy, how enabling
13 a tighter correlation between energy costs and consumer
14 consumption will result in greater efficiency. I
15 believe one of the previous speakers talked about, you
16 know, trying to eliminate the need to build additional
17 peaker power plants, where those are very expensive
18 assets that only operate for hours or days per year.
19 That's not a good use of, of the public's money.

20 But I think the most important thing to talk
21 about are really the customers' benefits, which is the
22 access to information and better service. And you've
23 heard a number of data points today. It's all about
24 getting accurate billing, it's about sharing that
25 information with the consumers so they can make

1 decisions on their own as to what energy they want to
2 consume, how much they want to spend, and better
3 service. Right? Being able to provide better
4 restoration, faster restoration. Be able to improve the
5 quality of the power that's actually delivered to the
6 consumer. That, we think, are the primary reasons for
7 supporting smart meter and AMI and smart grid in
8 general.

9 So now let's talk a little bit about our
10 technology. So first off, as others have said, our
11 technology is a, is a mesh network. So you may not
12 understand what that means, so let me try to explain
13 that. So really what that, what that entails is that
14 every single device in the network can not only provide
15 its own information, but it can also relay messages to
16 other devices within the network. So essentially every
17 device can act as a repeater and just pass along a
18 message. It doesn't do anything with that information,
19 and I'll explain later about how security and such are
20 applied to insure the integrity of all the messages that
21 are passed.

22 There's a few different elements within the
23 network. The first is called an access point. It's
24 typically located on the top of a distribution pole.
25 It's about yea big. You have to look around really,

1 really hard to see it. It's a white box. If you happen
2 to be in one of our utility service territories, you
3 might be able to see it. And what's, what that is doing
4 is it's providing the ingress and egress into the mesh
5 network and in the back office.

6 So typically our access points are equipped
7 with a cellular radio. It's leveraging that existing
8 network for, for transmitting that information. But as
9 was mentioned, if the utility has already fiber or other
10 connections, you know, to that pole where the access
11 point is mounted, then we can ride on top of that
12 network as well.

13 The next type of device is called a relay. I
14 want to see if I can point that out here. Here's our
15 relay, here's the access point. So relay is actually
16 the exact same form factor. The only difference is it
17 will only have one antenna rather than two antennas.
18 And that's just a repeater. We deploy these again
19 typically on pole tops and they're used to just be put
20 in areas where there's sparse coverage of the network
21 and you need some better range.

22 The next aspect is what is embedded in the
23 meter. So we call that a NIC, a network interface card,
24 or otherwise just known as a network card or
25 communications module are common industry terms. So

1 that is built into every meter that is deployed at
2 Florida Power and Light, and, indeed, at the other
3 utilities. So these NICs both enable the utilities to
4 securely and reliably communicate to the meter as well
5 as to, again, pass messages to other meters and other
6 devices within the network.

7 Now let's talk about the mesh. So it in and
8 of itself is dynamic. It is periodically assessing the
9 connectedness between every set of neighbors looking to
10 optimize the network for both reliability and latency.
11 So latency is the amount of time it takes for a message
12 to transfer through the network and back out. So, for
13 example, if you have, you know, a meter inside your
14 house, let's say it's next to your driveway and you park
15 your RV next to the meter. That RV or truck may block
16 that signal to that meter. So the meter will
17 automatically figure that out and will find another path
18 back out of the network to the access point so that
19 communication can continue. So this all happens
20 automatically throughout the whole network. And really
21 one of the main objectives is to have instantaneous
22 reliable communication so that when events such as power
23 outages occur, the utility can get that realtime
24 information back and act on that.

25 And then the rest of our solution, over here

1 on the left-hand side is really the software. So that
2 software manages the network and the data coming in over
3 the network, and then our software is securely
4 integrated with the utility's back office applications.
5 And then I believe, Brian cited an example of a customer
6 service representative can now, when a customer calls in
7 and has a concern that they are not getting power, they
8 can actually talk to that meter in realtime, determine
9 do they have power at the premise. And, for example,
10 this can spell the difference between having to go roll
11 a truck out to that customer, or actually tell the
12 customer it's just your breaker, you know, flip the
13 breaker; walk out the panel, flip it back on and your
14 power is record. So now that's the sort of benefits
15 that are now enabled that were previously not available.

16 Here is another picture of what this all looks
17 like. And Chris just explained in much more detail kind
18 of all the components of a smart meter. And, again,
19 this is our network card that's built into that. Again,
20 the focus here is really around security. A one-watt
21 transmitter, and I have got a next slide on that. And,
22 again, this is all integrated by the meter
23 manufacturers, so this gets tested and delivered as a
24 unit to the utility to go ahead and deploy into the
25 field.

1 So all preintegrated, pretested, and then I
2 think Brian honed in on that. The amount of effort that
3 goes into testing at both our level, the meter
4 manufacturer level, the utility, as well as independent
5 third parties that are brought in to validate compliance
6 with all the ANSI and FCC regulations.

7 Speaking of FCC, so what do we comply with?
8 So here is a bunch of technical detail. I'll try to
9 translate this into words. So, again, we operate in the
10 902 to 928 ISM band. So what sort of products are
11 there? Well, it's garage door openers, it's baby
12 monitors, it's walkie-talkies, it's WiFi. And our
13 product has to live within that spectrum and not
14 interfere with any of those devices. So there is very,
15 very tight regulations around exactly what channels can
16 we transmit on; what's the duration of a transmission;
17 how must we hop around to ensure that we don't conflict
18 with anything? And we have done extensive year's worth
19 of testing to validate that we comply with all those
20 regulations. And, indeed, we have got over 12 million
21 devices in the field that prove that we are not seeing
22 any of those sort of interference issues.

23 They are actually, technically, two radios.
24 So I want to make sure that everyone is clear on that.
25 So there is the 902 to 928, and this is our mesh

1 network, and then there is -- we offer an option for a
2 home area network radio which follows the ZigBee
3 standard. And so, you know, most of the meters that are
4 deployed today actually have the ZigBee option on the
5 NIC, and this facilitates, again, communication into,
6 say, a smart programmable thermostat or other devices in
7 the home.

8 Now, we ship by default -- all the ZigBee
9 radios are off when they come out of our manufacturing
10 floor. And, indeed, the best practice within the
11 industry is to only turn those on to activate those when
12 the customer has deployed a device inside the home and
13 wants to connect to it. The antennas are actually built
14 in, and there is information here about the antenna
15 gain. And, again, this all falls under FCC compliance.
16 All of our compliance information is available on the
17 FCC's website. You'll see all the details about our
18 products. You will see which third-party testing house
19 independently verified compliance, and you see all their
20 information and how they are certified by the FCC for
21 conducting and performing that sort of testing.

22 And then finally a common question that we get
23 is, you know, how often do our devices transmit; how
24 often do the meters transmit? So the answer is about a
25 minute on average and it does vary with device. Again,

1 since it is acting as a mesh device, sometimes it will
2 be a little less and sometimes a little more. The vast,
3 vast majority are two minutes or less, and so that
4 translates to 1/10 of one percent transmit duty cycle.
5 So a very small amount of time.

6 And you'll see all these other numbers
7 measured about what is the duty cycle that is used for
8 comparison purposes. Typically, the number that is used
9 is either 100 percent or 10 percent, again, we at 1/10th
10 of one percent. So a very small amount of time on air.

11 Comparisons. I think you've probably been
12 beaten over the head this morning with these numbers.
13 I'll give you the anecdote of a microwave oven. So I've
14 got WiFi in my house, I like to stream video from
15 Netflix for my kids; and I notice that when I turn on my
16 microwave oven that is a great way to go interrupt their
17 Netflix experience. So a good example of, you know,
18 real world interference that does happen.

19 I also have a smart meter on the outside of my
20 house, as do all of my neighbors, and have never
21 experienced at all any sort of interference with WiFi
22 due to that. So a good example. Probably enough said
23 there.

24 So let's talk a little bit about security.
25 First off is your data protected? And the short answer

1 is yes, and everyone will say yes, but let's talk a
2 little bit more about what that really means. We look
3 at a layered security approach to ensure that the
4 overall system is secure. So, first off, we look at the
5 back office, right, because that's kind of where all the
6 smarts reside for managing this network. So you worry
7 about the external threat, right? Can someone hack in?
8 Can the so-called Chinese hacker or someone else get in?
9 The answer is no, that there is authentication,
10 authorization, access controls, and such to protect
11 those systems.

12 Well, then you worry about the internal
13 threat, right? What if there is a disgruntled employee
14 who wants to go turn off the power at someone's house.
15 Can they do that? Well, no. Again, there is layered
16 security. There is physical protection around all the
17 software, and then we have some nice two-party control
18 systems that prevent individuals from performing wayward
19 actions.

20 What about the network? We talked about
21 transmitting data over the cellular network. Well, how
22 secure is that? Well, the answer is we assume that it
23 is not secure, even though the cellular companies spend
24 a lot of money securing all that. But we actually open
25 a secure -- it's called IPsec Tunnel (phonetic) between

1 the back office, between these applications and each
2 access point to protect all the data going across the
3 cellular network. So there is an additional layer of
4 security built in there.

5 Well, then, what about on the mesh network,
6 right? Why can't I get a great RF engineer and go
7 listen to the signals that are on the air? Well, they
8 could go do that, right, and if they looked at all of
9 our specifications, all of our filings, they might be
10 able to go figure out the protocol, the base protocol.
11 But then they would discover that all the network
12 traffic is encrypted. It's all encrypted with 256 bit
13 EES encryption technologies; really state-of-the-art
14 stuff. So they would be sadly disappointed that they
15 can't read even the most basic information which is
16 being transmitted, which is, you know, the consumption
17 information.

18 And then finally we worry about the physical
19 device, right? So that is in some ways the very most
20 vulnerable device, because it's out there on the side
21 of someone's house, right? There is not a video camera
22 or anything that we put on that to go assess at any
23 point in time that no one is actually touching that
24 device. But what we can do is we can make sure that all
25 the security credentials are in a hardened hardware,

1 piece of silicon hardware to protect all those
2 credentials and that we have got information available
3 in terms of events coming from both the meter as well as
4 coming from our network card to know if that device has
5 been tampered with.

6 And then as Chris from GE mentioned, that even
7 if the meter itself is tampered, if someone does
8 anything there, there is actually no way at all for that
9 tamper to translate into getting onto the network and
10 sending any sort of wayward signals. And this has been
11 proven independently through -- I think we are now up to
12 several dozen independent penetration tests conducted by
13 security experts around the world. And this is
14 something that we do annually. We actually pay for an
15 annual, we call it the annual pen (phonetic) test.
16 Bring in a third party, have them to look at all of our
17 technology, and they look at the whole technology stack,
18 and then our customers typically each conduct a
19 penetration test at least once, if not multiple times,
20 during the deployment to, again, independently verify
21 that everything that I have put up here is true.

22 So I think there is obviously a conversation
23 here about, well, what happens if folks opt out? What
24 is the impact? So there is an impact here to the
25 benefits in terms of billing accuracy, and that's first

1 and foremost. There is the access to data. And, again,
2 I can't stress how important this is. You know,
3 enabling consumers to see that information so they can
4 make good decisions, right? That is a benefit for all
5 of us. There is the improved customer service. There
6 is the power restoration. And then many, many benefits
7 come in the months and years ahead of us, and this all
8 translates to better service and value for the end
9 consumer.

10 We have got links here to information
11 available on our website that go through all the
12 technical details, should you want to delve in further.
13 Thank you very much.

14 **MR. CLEMENCE:** Before we get to the next
15 speaker, I would like to take a moment and recognize
16 some students we have in the back of the room from the
17 FAMU/FSU School of Engineering. If they'd like to stand
18 for a moment. (Applause.)

19 Thank you guys for joining us here today. I
20 would also like to remind everybody again that all the
21 presentations are available on the Florida Public
22 Service Commission website, FloridaPSC.com.

23 Next up we will have Arlin Rummel from Sensus.

24 **MR. RUMMEL:** Hello. My name is Arlin Rummel,
25 and it's an honor to be here with you today. I am with

1 Sensus, and we are an end-to-end solution provider, so
2 today I'll be talking a little bit both about the meter
3 and the communication technology.

4 Sensus is an industry leader, and we have
5 global presence, and our headquarters are located in
6 Raleigh, North Carolina, not far from here. We provide
7 a broad range of energy and water solutions for the
8 market, including the FlexNet end-to-end system. The
9 FlexNet infrastructure comprises a network, a robust
10 network that is secure, it's standard spaced, and is
11 provided for the -- is an excellent utility
12 communications platform. It is designed to interface
13 with water, gas, and electric intelligent endpoint
14 devices and other such devices that are connected to the
15 network.

16 When interfaced with utility back office
17 applications, the utility can realize the benefits that
18 have been discussed previously for operational
19 efficiency and improved customer service. And when
20 interfaced with other customer-facing applications, can
21 provide customers with information to increase their
22 knowledge about how they are using consumption and to
23 participate in energy management and energy conservation
24 programs.

25 The iCon electric meter is an integral

1 component of the FlexNet system. The iCon meter is an
2 exact replacement for an electromechanical meter in both
3 form -- mechanical form and fit. As an electronic
4 meter, it provides increased accuracy for measurements
5 with an accuracy class of 0.2. And as discussed
6 previously, it provides similar measurements for
7 consumption with accumulated energy and time-based
8 measurements.

9 The added features, advanced features of the
10 iCon meter as seen here enable utilities to better
11 monitor the meter installation and ensure the integrity
12 of the installation and the consumption information that
13 is delivered and then is used, too, for customer
14 billing. There are over 10 million of these type meters
15 that have been deployed in the field to date.

16 The iCon meter is a smart meter device, but it
17 is important to note that is it not a surveillance
18 device. In no way does the meter have neither the
19 hardware or the firmware in the meter to be able to
20 track and monitor individual appliance consumption or to
21 be able to control those appliances within the customer
22 premise. In addition, the meter does not retain any
23 customer or personal information.

24 The iCon meter is compliant with all industry
25 standard and regulatory requirements, including ANSI,

1 NEMA and FCC. In addition, it is compliant with
2 individual utility expanded performance requirements for
3 their specific local area.

4 Let's look at the communication module. The
5 FlexNet module is integrated into the iCon meter and
6 other third-party devices. For our discussion today we
7 will talk about the iCon integration. The FlexNet
8 module is a two-way module that operates on a
9 point-to-multipoint network. What that means is that
10 the module typically communicates directly to a
11 collector point -- collection point in the network. The
12 network operates on primary use license frequency in the
13 frequency spectrum indicated there, excluding the ISM
14 band, which was discussed previously. The spectrum
15 that -- and the advantages that are offered with
16 licensed frequency assures that the utility that has
17 deployed this network has exclusive use of that
18 frequency spectrum and there will be no interference
19 from any outside devices. And the requirements of FCC
20 tightly control how that radio operates to ensure that
21 it operates at the frequencies that have been allocated
22 and does not create external interference outside those
23 bands.

24 The transmit power of the antenna is 1.26
25 watts at the antenna, and it is important to note that

1 that transmit power is only occurring during the brief
2 periods of time when messages are transmitted on the
3 network. When the transmitter is not transmitting, it
4 is turned off and is not sending messages and is not
5 emitting any emissions.

6 The multichannel capability that is provided
7 with the network provides and supports multiple
8 simultaneous applications at one time. And the
9 efficient design of the radio enables a last gasp
10 messaging to report when lost of power conditions occur,
11 in this case multiple messages are possible to ensure
12 that the utility is aware when an outage occurs.

13 The information that is transmitted by the
14 FlexNet module is retrieved from meter registers, and
15 there is error checking that is performed to ensure the
16 integrity of the information that is transmitted over
17 the network.

18 In addition, data privacy is absolutely
19 essential. All the transmitted messages include the ID
20 of the radio module and the consumption information and
21 status alarm information. No customer-specific
22 information is transmitted. This is matched to the
23 information that is collected by the network at the
24 utility system and their applications typically within
25 customer service.

1 The advanced capabilities of the meter provide
2 status and alarm information that enables utilities to
3 monitor the performance of the meter in -- at its
4 installed location. Some of the advanced features that
5 are possible with these status alarms enable the utility
6 to identify and be alerted if there is a possible tamper
7 condition where the meter has actually been removed from
8 service. If that meter has been then relocated to
9 another unauthorized location, the capabilities of the
10 network enable the utility to actually locate where that
11 meter is and initiate appropriate investigation.

12 It is important to ensure compliance with all
13 relevant FCC requirements, and Sensus uses approved
14 third-party testing facilities to test every endpoint
15 design that we deploy for compliance. And you'll see
16 here that the requirements for FCC compliance extend
17 beyond the Part 15 that is typically related to the mesh
18 technology. We have to comply with Parts 24, 90, and
19 101.

20 In addition to the inherent design, we design
21 for long-term stability to ensure that the radio stays
22 and operates within the tolerance that FCC specifies and
23 use self-correction error correction to make sure that
24 the frequency stays on track.

25 Let's talk a little bit about the FCC limits.

1 There has been previous discussion, and in the past the
2 FCC has conducted extensive research and analysis to
3 determine the permissible limits for radio emissions.
4 Their studies have been backed by the World Health
5 Organization and many other organizations that have
6 conducted studies over many years. You can see here
7 that the limit of 610 microwatts is high compared to the
8 iCon meter which operates as seen. It is much, much
9 less. We can further compare that as has been done
10 previously. The meter -- the emissions of the meter and
11 the exposure is significantly less than the common
12 household appliances that you find in your home,
13 including cell phones.

14 Utilities oftentimes conduct their own
15 independent studies. And one of our customers, NV
16 Energy, has done that, and listed Exponent as a
17 third-party source to conduct extensive analysis and
18 investigation. And you can see the results here, but
19 the conclusions that they have drawn from this is that
20 the FlexNet network results in negligible RF exposure
21 and in all cases operates within the FCC limits.

22 Another approach to look at the network and
23 the emissions is based on the amount of exposure during
24 a period of time. In a typical installation, such as
25 Gulf Power, there are six transmissions typically in a

1 day, and if you look at a typical transmission, which is
2 less than point two tenths of a second, you could equate
3 that over a year's period of time as equal to one
4 six-minute phone call.

5 The physics of RF emissions is such that the
6 further you move from the source, you significantly
7 reduce the level of emissions. And it is acknowledged
8 that meters do not operate at close range like you would
9 with a cell phone which is pressed up to your ear. So
10 based on the evidence, the data, and the analysis that
11 has been conducted, again, it is concluded that there is
12 no reasonable expectation of adverse health effects to
13 utility personnel, homeowners, or the public.

14 There is also consideration for multiple meter
15 installations. Again, the analysis that has been
16 conducted at multiple meter installations such as
17 apartment buildings and neighborhoods where homes are
18 close to each other, again, due to practical separation
19 distances of the meters and the need to control the
20 communication with each meter assures that there is
21 no -- the exposure is very negligible for RF emissions.

22 Communications is also an option within the
23 iCon meter. And as discussed previously, that operates
24 at 2.4 gigahertz. Each radio that is integrated with
25 the FlexNet network is certified by a third party,

1 Certicom, for ZigBee compliance for interoperability and
2 for compliance with its standards. The ZigBee then
3 provides the options to communicate with devices in the
4 home and enable customer interaction and work with third
5 party applications for demand-side management and
6 realtime pricing applications.

7 Lastly, security is essential and we design
8 for that in the network. And not only do we design for
9 it, but we verify it through testing. We monitor NERC
10 CIP standards, and Sensus was the first company to
11 undergo certification and successfully be certified by
12 WorldTech for compliance with cyber security.

13 We continue to monitor NIST and DOE progress
14 and standards and compliance, but with the multilayer
15 security implementation we go beyond just the encryption
16 and the cyber security protection. The features of the
17 system, we monitor every transmission, and you can look
18 at those results and identify if there are areas of
19 suspicious activity. Alarms alert of potential
20 malicious behavior, as well.

21 And, again, to reiterate, data privacy is
22 critical and assured that there is no customer
23 information stored in the meter or transmitted by the
24 network itself. I thank you for this opportunity.

25 **MR. CLEMENCE:** And our final technical

1 presentation this morning will be from Lou Santilli from
2 Itron.

3 **MR. SANTILLI:** Good morning. I'm Lou Santilli
4 with Itron. I'm the Director of Smartgrid Solutions
5 with Itron globally. I'd like to also thank everyone
6 for their time this morning to discuss this with you as
7 well as the utilities and the Commission. Thank you
8 again.

9 I'd like to start off this morning talking a
10 little bit about Itron. We have been in this industry a
11 long time. We have over 105 million endpoints that are
12 out today, RF endpoints in service today and safely in
13 service. We have thousands of utility customers in over
14 130 countries today, as well as 80 percent of all
15 metering data in the United States today or North
16 America touches an Itron system in some manner.

17 We have over 35 years of experience as Itron,
18 but we also are the complete end-to-end solution. We
19 manufacture the meters right here in the United States
20 in Oconee, South Carolina, from the component of the
21 board all the way up as well as our gas endpoints in
22 Waseca, Minnesota. So all products in North America are
23 manufactured right here in the United States with
24 American labor.

25 In 2004, we actually acquired the Slumber J

1 Electric Metering Division, which it then acquired more
2 than 104 years of metering experience in the systems
3 alone. So this is our only business. We have done it
4 for many, many years.

5 As you can hear from today's presentations, as
6 well as my colleagues and their utilities, security and
7 safety are foremost in the industry's mind as well as in
8 the manufacturers and the utilities. So these devices
9 are safe. They have been out for a number of years.
10 They have many benefits. You have heard them. I'm in
11 the unfortunate position to be last, so what you will
12 hear from me is a lot of what you have already heard.
13 We'll save it for conversation this afternoon, but we
14 will go through it.

15 So how does an AMR system work? An AMR system
16 works -- and it's a one-way communication, very
17 eloquently covered by Mr. Woodall. It basically has a
18 transmitter in the meter that bubbles up data and it
19 actually gets received either in a hand-held device or
20 in a drive-by device. You have heard the drive-by
21 solution.

22 One thing to remember is with this device you
23 can go back to the old legacy meter reading system. If
24 you had a book, you could walk up to it and see the same
25 data that is being transmitted AMR as being transmitted

1 over the air or being read on the front of the meter.
2 So the things that happen there, you heard Mr. Woodall
3 talk about it for a minute, employee safety. One of the
4 big keys here is getting people out of the backyards.
5 That is safety for both the meter reader as well as for
6 the customer.

7 You don't want to be 9:00 o'clock in the
8 morning and all of a sudden see someone strange in your
9 backyard. So these devices actually have helped the
10 employee safety as well as the customer safety.

11 Customer privacy and accuracy of the bill, ultimately
12 very important. The customer you heard -- again,
13 Mr. Woodall or Mr. Caldwell talk about how many calls
14 have gone down. The accuracy of the bills being much
15 higher as well as the privacy concerns.

16 Accurate billing. Fuel savings. One of the
17 things you will talk about in the fuel savings is not
18 only the fuel, but I think most of the panel discussed
19 today the environmental footprint that we are avoiding.
20 When you talk about the environmental footprint and you
21 talk about eight pounds of carbon for every gallon of
22 gas that is being used, if you just do the math, look at
23 how much carbon is being reduced -- removed from the
24 environment based on these technologies.

25 We also are the end-to-end solution, so we do

1 have an AMI smartgrid offering. It actually has the
2 benefits of the consumer engagement. One of the keys of
3 consumer engagement is to change the way we look at the
4 grid. The electric grid hasn't changed much since
5 Thomas Edison first energized a grid in Lower Manhattan
6 more than 140 years ago today. The grid hasn't changed
7 much, and this begins a transformational information
8 that you can actually have the consumers engage on how
9 they use energy smartly and where they use it.

10 We talk about our smart phone app. Our smart
11 phones have more technology and computing power in it
12 than existed in all the world before 1960. So the smart
13 phone you have today, when you think about it, a
14 thousand times more computing power than went to the
15 moon. And now we talk about using that same technology
16 in the grid to be smarter. How do we do electric
17 vehicle charging? How do we control those things that
18 we can? We don't want to, at the end of the month, have
19 this huge bill surprise. We want to give the customer
20 the ability to have the engagement with the grid and
21 with the affected utility so that it can actually be
22 beneficial and positive.

23 So RF data and radio transmissions. You have
24 heard this multiple times. We have cut it up and sliced
25 it a million different ways. Basically, I will tell you

1 the same thing. Less than 2/10ths of a second is what
2 they transmit. Whether it's a ERT meter bubbling that
3 data up, or whether it's an AMI meter that is being
4 polled for data, 2/10ths of a second. The amount of
5 time a day, that adds up to less than a minute per day.
6 So as you add up all these 10ths of a second, it is
7 still less than a minute. Anyway you look at it, it is
8 much, much lower than you would get with a cell phone
9 call, as we have illustrated multiple times by multiple
10 panel members.

11 So, again, everything complies with the FCC
12 requirements. As you can see in this particular graph,
13 it's 70 times less. So here is an AMR smart meter
14 transmission. I think as Don mentioned when he talked
15 about 100 percent duty cycle, or 10 percent duty cycle,
16 this is the actual duty cycle that is being prepared.
17 Here is the FCC limit versus what is actually being
18 prepared.

19 We also talk about the HAN, the home area
20 network, which operates at 2.4 gigahertz, so across the
21 bottom axis you have frequency. This is the HAN device
22 that you would use to communicate in your home, should
23 you have a device that you want to control, a thermostat
24 or an in-home display.

25 We talk about comparisons. Again, you have

1 seen this chart many, many different ways. This one is
2 from the Electric Power Research Institute, and it talks
3 about power in microwatts of power per centimeter
4 squared, which is the energy unit measure used to
5 measure energy. Cellphone at your ear coming up here at
6 5,000. Here is our smart meters at three feet and at
7 ten feet.

8 We have covered adequately this morning the
9 fact that the further away you get from the smart meter
10 the power drops off considerably. It's a function of
11 distance. So at three feet and at ten feet you can see
12 the differences. Illustrated here, rather than at the
13 logarithmic scale, I broke this scale into a division
14 where I actually left parts out. So you can see a
15 cellphone again; a microwave oven, as Don described; and
16 here you will see the AMI meter, and you will see the
17 conventional ERT meter, that's the MMR or AMR
18 technology. And you will see it at three and at 25
19 feet. And you can see the difference between three feet
20 and 25 feet and the division between those. It's a
21 function of time -- excuse me, a function of distance
22 affects the power.

23 Data and privacy, two very, very big issues.
24 Again, foremost in our minds and the industry; foremost
25 in the utility's mind. An AMR meter, you heard Wes talk

1 about what is transmitted. It's everything you could
2 see on the front of the meter. The meter number, the
3 value that is being read at that current time, as well
4 as some information about the meter itself. So there's
5 nothing that's personally identifiable. It doesn't have
6 your Social Security Number, it doesn't have your
7 address, it doesn't have your account number. It only
8 has data in it.

9 And the AMI system, it also provides an
10 in-depth security encryption of data. Most of the
11 security systems today, and ours included, are much more
12 secure than you would find in your typical banking
13 transaction. The ATM you visited this morning or the
14 gas pump you visited to get fuel this morning, much less
15 data security than in the AMI systems and MMR systems
16 today. Encoded, encrypted, as well as signed and
17 authorized. So when the meters get a command, they know
18 who it came from, they validate where it came from, and
19 validate the communications back.

20 No personally identifiable information. You
21 have heard this multiple times also. The things that
22 are in there are strictly data: The meter number, the
23 value of the read, all those items. We also talked
24 earlier this morning about not being able to discern
25 whether you used a thousand watts for a pool pump, or a

1 thousand watts for a water heater, or a thousand watts
2 for some other device. It only tells you that you used
3 a thousand watts of energy. It doesn't have the
4 intelligence to say that is Lou's spa or that is Lou's
5 pool pump. It just knows that there is a thousand watts
6 of energy there being used.

7 It does have event data such as meter and
8 tamper alarms. Voltage alarms. Those are primarily in
9 place so that you can actually increase the ability to
10 see what the grid has and what has been occurring. Has
11 the voltage gone low; has the voltage gone high; did you
12 experience an outage; did someone tamper with that
13 meter?

14 The threat profile we talked about. Extremely
15 low. I think Don summed it up best. No matter how you
16 get to one meter, that meter in the individual network
17 can't transmit malicious data or take down a network or
18 the overall process. It's a single event. It's the
19 same as somebody walking up to a meter today and
20 smacking it with a baseball bat and knocking it off the
21 wall. You lose that meter, but you don't compromise the
22 network.

23 We meet all NIST and NERC CIP requirements.
24 Those are very stringent security requirements. For
25 those of you that know that, NIST, National Institute of

1 Standards Technology, that's a department of the U.S.
2 Government Commerce Division which actually provides
3 standards for the entire industry.

4 You heard me talk about not measuring usage by
5 individual devices, and in my mind data privacy is more
6 about technology -- or more about policy, excuse me,
7 than technology. The technology is there. For
8 instance, in our meter we are using elliptical curve
9 cryptography. A word I can't even hardly pronounce.
10 It's the same technology that is used by the military
11 for their radio transmissions in Iraq and Afghanistan,
12 and we're using it in the meters today to transmit some
13 fairly benign data. So when you can talk about it's
14 more about the policy, how do we apply it; who has it;
15 where does it go? In the end of the day, it very much
16 is about the technology and the grid awareness.

17 Data privacy and security foremost in
18 everybody's mind. The benefits of smart metering. You
19 have heard these many times. Consumer empowerment, grid
20 awareness, and clean energy. I won't go over them
21 again. You have heard them for the last hour and a
22 half, almost two hours.

23 With that, I'd like to conclude this. I look
24 forward to our afternoon conversation with an open round
25 table, and if you have any questions, please feel free

1 to grab me in the hallway at lunch. Thank you.

2 **MR. CLEMENCE:** I'd like to thank all our
3 presenters for presenting here this morning. Before we
4 break for lunch, a couple of quick housekeeping matters.

5 Once again, if you'd like to submit
6 post-workshop comments, you can please do so by
7 October 12th to me at walter.clemence@psc.state.fl.us,
8 or if you wish to mail them in, Florida Public Service
9 Commission and either reference the Smart Meter Workshop
10 or my name, 2540 Shumard Oak Boulevard, Tallahassee,
11 Florida 32399.

12 For those of you who are hungry, if you walk
13 out the building and straight across the breezeway there
14 is a cafeteria right next door. In order to get to
15 public comment a little earlier, we will return promptly
16 at 12:45. Thank you very much.

17 (Lunch recess.)

18 **MR. CLEMENCE:** Good afternoon and welcome
19 back. Before we get with the roundtable discussion, a
20 little more housekeeping. If you're listening to the
21 workshop, or, again, if you are unable to present
22 comments here today, feel free to e-mail them to me,
23 walter.clemence@psc.state.fl.us. Please do so by
24 October 12th.

25 Second, if you are in the room and you plan on

1 presenting this afternoon and speaking during the public
2 comment, please take a moment and see one of our staff
3 members outside to sign up.

4 Now we will move into the round table
5 discussion between staff and the presenters from this
6 morning. We will be posing many of the questions that
7 we have received from members of the public over the
8 last several months. And we will kick it off with
9 questions of jurisdiction.

10 I will direct this to the utilities
11 originally. And for the benefit of our court reporter,
12 the first time you step to the mike and occasionally
13 thereafter if you would just state your name to help
14 make it a little easier for her.

15 So I will start down here on the left end of
16 the table and we'll scroll down. What jurisdiction does
17 the Florida Public Service Commission have over smart
18 meters and smart meter installation?

19 **MR. RUBIN:** Good afternoon. Ken Rubin for
20 Florida Power and Light Company. I think, first of all,
21 that, you know, the first place to look is the fact that
22 the Commission's authority derives from the enabling
23 statute, Chapter 366. And specifically, 366.03 requires
24 each of the utilities to furnish to each person applying
25 therefore reasonably sufficient, adequate, and efficient

1 service, and I quote, "Upon terms as required by the
2 Commission."

3 366.04(1) also speaks to that issue,
4 indicating that the Commission has jurisdiction to
5 regulate and supervise each public utility with respect
6 to rates and service. And I think the smart meters --
7 clearly the rates and service aspect are involved there.

8 366.045, Florida Statutes says that the
9 Commission shall further have jurisdiction over the
10 planning, development, and maintenance of a coordinated
11 electric power grid throughout Florida. And 366.051,
12 Florida Statutes, talks about the fact that in the
13 exercise of that jurisdiction the Commission has the
14 power to prescribe fair and reasonable rates and
15 charges, classification standards of quality and
16 measurements. And in addition to the statutes, the
17 Florida Administrative Code, particularly Rule 25-6.049,
18 indicates that the utilities should use commercially
19 acceptable measuring devices owned and maintained by the
20 utility to measure customers energy usage. And I know
21 we heard this morning from the manufacturers of these,
22 meters they are clearly commercially acceptable
23 measuring devices.

24 And in terms of Florida Power and Light in
25 particular, and then I'll pass it off to the other

1 utilities, the Commission has, in fact, exercised that
2 jurisdiction in FPL's case in a number of situations.
3 First of all, in the rate case that was filed back in
4 '09 and the order that was entered in March of 2010, the
5 Commission specifically exercised that jurisdiction when
6 it found that the smart meter program for FPL was
7 prudent and directed the company to proceed with the
8 installation of the smart meters.

9 In that same order, the Commission directed
10 FPL to provide an annual progress report in the ECCR
11 docket, which FPL has done in both March of 2011 and
12 2012 so that the Commission could understand how we were
13 proceeding with our deployment and what benefits
14 customers would receive from that.

15 And I would mention two other dockets that the
16 Commission has opened and entered orders on that further
17 indicate their jurisdiction. One is the meter enclosure
18 repair docket. I have the docket numbers if anybody
19 needs those. There was a petition that was filed,
20 Docket Number 110033-EI, and the Commission actually
21 ruled relative to our repair and replacement of certain
22 meter enclosures in conjunction with the installation of
23 smart meters.

24 The other docket I would mention is the
25 Dynamic Price Response Pilot that FPL has undertaken,

1 and that is Docket 110031-EG. So I think just generally
2 those are the statutes and the rules that outline the
3 Commission's jurisdiction over smart meters. I have
4 some other information from a federal perspective, but I
5 think perhaps if I allow the others to go that would
6 probably be best.

7 **MR. FUTRELL:** This is Mark Futrell with staff.
8 Mr. Rubin, I just wanted to followup something you
9 mentioned, and Mr. Olnick mentioned during his
10 presentation was that the Commission directed FPL to
11 install the smart meters. And I just wanted to clarify
12 your understanding of what the decision was in the last
13 rate case. Did the Commission direct the company to
14 install the meters, or did the Commission approve the
15 costs of the meters for inclusion in customer rates?

16 **MR. RUBIN:** The Commission approved the smart
17 meters, and I'm looking for the excerpt, because in the
18 order itself they specifically found the program to be
19 prudent and directed FPL to deploy the meters, to
20 install the meters. I can find that while we are
21 talking, and I will give you the specific cite on that.

22 **MR. FUTRELL:** Okay. And another question is
23 isn't it in the Florida Statutes that gives the
24 Commission authority to make sure the National Electric
25 Safety Code is established as far as providing and

1 ensuring that utilities meet the standards in the
2 National Electric Safety Code?

3 **MR. RUBIN:** Absolutely, yes.

4 **MR. FUTRELL:** And does that safety code
5 address meters and meter operation or meter standards?

6 **MR. RUBIN:** The code, as I understand it,
7 generally addresses meters. I can't give a specific
8 cite to it, but I know the issue that has been raised
9 here today does not address radio frequency issues. It
10 really is more -- the National Electric Safety Code
11 talks about distances, as you know, clearances, that
12 sort of thing, but does not address the kind of issues
13 that I know have been raised here this morning.

14 **MR. FUTRELL:** Okay. And so, again, to follow
15 up, your understanding is as far as radio frequency
16 emission standards, that is not contemplated by the
17 safety code?

18 **MR. RUBIN:** That's correct. That's something,
19 and, again, we can talk about this a little bit more
20 later, but the FCC has specific jurisdiction over that.

21 **MR. FUTRELL:** Okay. Thank you.

22 **MS. TRIPLETT:** Hi. Thank you. Diane Triplett
23 on behalf of Progress Energy Florida. And I would just
24 say that I generally agree with Mr. Rubin's comments,
25 and I was actually going to reference also the National

1 Electric Safety Code, which Mr. Futrell has already
2 pointed out. So probably the only other subsection that
3 I would point to is Section 366.04, Subsection 6, and
4 that specifically sets forth that the NESC standard by
5 which we must adhere to for our distribution and
6 transmission facilities. And I, too, understand that
7 meters are covered in that, but I don't have a specific
8 section to point to, but my understanding is similar to
9 Mr. Rubin that it covers safety all except for the RF
10 emissions. Thank you.

11 **MR. BADDERS:** Good afternoon. Russell Badders
12 on behalf of Gulf Power. I don't have any other
13 regulations or statutes or other cites to add to the
14 list that has already been given. I will point out that
15 as far as Gulf Power, smart meters were included in our
16 rates in our last rate case.

17 **MR. BEASLEY:** Thank you. Jim Beasley for
18 Tampa Electric Company. I concur that the statutes and
19 rules that have been referred to provide the Commission
20 with authority over all metering as part of the service
21 that is provided by the utility to the customer. I
22 think your focus in your rules has been on the accuracy
23 of metering, to make certain that they are properly
24 operating, and that is an additional point that I just
25 thought I would mention.

1 **MR. CLEMENCE:** If we could hop back to Gulf
2 for a second. Within the order you referenced for your
3 last rate case, was it -- similar to Mr. Futrell's
4 question, was it approval of cost-recovery or was it
5 approval of a meter installation?

6 **MR. BADDERS:** Well, we presented the program
7 and all the costs associated with that, and the costs
8 were actually approved. I don't believe -- I don't
9 recall having seen anything in the order specifically
10 addressing smart meters or their deployment. There is
11 no notice. There are no periodic report that we are
12 having to give. So we may have been in a little
13 different position than FPL.

14 **MR. RUBIN:** Ken Rubin for FPL. I found the
15 reference to the order. It is Order Number PSC-10-0153.
16 And at Page 140, when ruling on the smart meter aspect
17 of FPL's rate case, the language that I quote from the
18 Commission's order is as follows, "The AMI project is
19 prudent and should not be delayed." And there is some
20 other language in there, but that's, I think, directly
21 answering the question that you asked.

22 **MR. CLEMENCE:** Is this something any of the
23 manufacturers would like to weigh in on?

24 All right. Then we will move on to what other
25 state, federal, or trade organizations have jurisdiction

1 over smart meters?

2 **MR. RUBIN:** Again, Ken Rubin for FPL. I think
3 if we look at this in two different parts, the issues
4 that we have heard about this morning or that we will
5 hear about probably later this afternoon in the public
6 comment, the radio frequency issue, which has been an
7 issue that FPL has addressed and dealt with. The
8 research is, at least to me, pretty clear that the FCC
9 has exclusive jurisdiction over that area.

10 And that really goes back all the way to the
11 Federal Communications Act of 1934, continuing on with
12 the Telecommunications Act of '96, and then in the
13 Federal Reporters there is some fairly extensive entries
14 from '96 and '97 where the Federal Communications
15 Commission studied all of the available literature,
16 looked at really everything that was out there, and
17 established permissible limits or levels of RF
18 emissions.

19 And I know that, again, the presenters this
20 morning, I think, all probably addressed this, but that
21 the standards are uniformly adhered to by the presenters
22 here by the companies they represent. In addition to
23 that, there is federal case law from a few different
24 circuit courts of appeal that make it clear that under
25 federal conflict preemption principles that the FCC has

1 jurisdiction over those issues. I would point out also
2 that I know Mr. Olnick mentioned this morning, but as
3 result of an inquiry made by I believe one of FPL's
4 customers, the FCC directly corresponded with Senator
5 Bill Nelson, and in a letter in June of this year
6 specifically reaffirmed that this is something clearly
7 within the FCC's jurisdiction, that they have exercised
8 that jurisdiction, they continue to exercise that
9 jurisdiction, and that it is, in fact, a federal FCC
10 matter.

11 **MR. CLEMENCE:** Do you know the last time the
12 FCC addressed that, addressed or looked at perhaps
13 changing some of the limits for RF?

14 **MR. RUBIN:** I believe it was 1997. As I
15 understand it, this summer the GOA issued a report
16 suggesting that a reevaluation be done. That has not
17 yet been done, as I understand it. That is a publicly
18 available document. But as I understand that, as I have
19 looked at that, it seems to have been prompted by a
20 concern over the use of cell phones directly on the
21 person's ear. That seems to have been what has
22 generated that issue, and so the inquiry, if it is going
23 to be done, it seems will probably focus on that. As I
24 read it, it had nothing to do with smart meters. It had
25 to do with the proximity of the cell phone being held

1 close to the body.

2 I'm not sure there is any timetable on when
3 the FCC needs to undertake or, in fact, if they need to
4 undertake that analysis. And perhaps some of the
5 manufacturers who directly deal with the FCC, they might
6 have some more information on that.

7 **MS. TRIPLETT:** Diane Triplett for Progress
8 Energy Florida. I would agree with Mr. Rubin's
9 statements as far as the FCC's jurisdiction.

10 **MR. BADDERS:** Russell Badders for Gulf. The
11 same. His understanding and his presentation of the
12 FCC's jurisdiction, I believe, is correct. I also want
13 to point out, earlier this morning many of the
14 manufacturers went through a lot of the ANSI standards
15 and things like that which they may be able to better
16 address.

17 **MR. BEASLEY:** Jim Beasley for Tampa Electric.
18 I concur as well on the FCC jurisdiction issue.

19 **MR. FUTRELL:** I've got a question, Walter, if
20 I may interject. Mark Futrell again with the staff.

21 So we have heard about what our understanding
22 is on jurisdiction over the RF, the primary health
23 concern, but we have also heard a lot of customers
24 express concerns about data security and the
25 transmission of that data from the device, the meter, or

1 the transmitter to the utility, and the potential that
2 that may be hacked or accessed somehow by, you know,
3 some nefarious means.

4 Is there a government agency that addresses
5 that to ensure that that transmission of data is secure?

6 **MR. RUBIN:** I'm not aware of any specific
7 statute or any specific federal or state law for that
8 matter that directly addresses smart meter data
9 security. You know, from FPL's perspective, I think it
10 is two different issues. The technical issue is the
11 cyber security issue, and I know that there are folks
12 here that can address that.

13 From the legal perspective, you know, I think
14 it is important to take a step back. FPL, like the
15 other utilities here at the table, you know, we have
16 always treated our customer's personal data,
17 confidential data as just that, as confidential. We
18 have protected that data when we were using
19 electromechanical meters. We continue to protect it as
20 we move into the smart meter era.

21 There are, you know, FTC rules and
22 regulations, red flags, rules, Florida Statutes, federal
23 statutes. Our privacy policies are consistent with
24 those, with all of those, but I don't think that there
25 is a specific federal or state law that tells us exactly

1 what we need to do here.

2 **MR. FUTRELL:** And we have heard that there are
3 some discussions in Congress about a cyber security
4 bill. If some of the manufacturers would like to
5 address this, would that address some of these concerns
6 that customers seem to have that there be some sort of
7 governmental intervention to ensure that their data is
8 secure and won't be hacked?

9 **MR. SANTILLI:** Lou Santilli with Itron. We
10 understand it is being discussed in many forms, but
11 nothing has officially been put out. The National
12 Institute of Standard Technology is the leading board
13 that is promoting the security standards, and there are
14 several working groups that they have out.

15 **MR. FUTRELL:** And that's the NIST process, if
16 you will?

17 **MR. SANTILLI:** That is the NIST process.

18 **MR. FUTRELL:** Okay. And that is an industry
19 process where the members of the industry who are
20 manufacturers and vendors and those who utilize
21 technology, they come together through a collaborative
22 process to establish these standards, is that correct?

23 **MR. SANTILLI:** That is correct, sir. It is
24 collaborative among private industry, public industry,
25 as well as individuals.

1 **MR. FUTRELL:** And there is no oversight by a
2 governmental federal agency that you are aware of?

3 **MR. SANTILLI:** Well, NIST is part of the
4 Department of Commerce, the United States Department of
5 Commerce, so it naturally has some oversight in that
6 manner.

7 **MR. FUTRELL:** Okay. Thank you.

8 **MR. HELD:** Chris Held from General Electric.
9 I'd also just like to add, my understanding is the
10 discussion, that legislation has been focused on
11 critical infrastructure and not on, you know, smart
12 metering data. So I don't believe that's part of the
13 discussion at this point in time. It is focused on
14 critical infrastructure.

15 **MR. CLEMENCE:** All right. I'm seeing stares,
16 so I'm guessing no one else has anything they'd like
17 to -- okay. For the next section I'm going to turn it
18 over to my colleague.

19 **MS. CURRY:** I'm Kiwanis Curry with Commission
20 staff. I have a few questions regarding the health
21 issues in regards to the radio frequency emissions.

22 The first question is a two-part question.
23 Are transmitters utilized by smart meters licensed by
24 the FCC, and how does the utility or transmitter
25 manufacturer comply with FCC radio frequency emissions

1 requirements? I guess my questions would be primarily
2 directed toward the manufacturers.

3 **MR. RUMMEL:** Arlin Rummel with Sensus. Each
4 transmitter that is manufactured by Sensus is compliant
5 with FCC requirements. It is tested by a third-party
6 agency for compliance and filed with the Federal FCC.
7 There is a type acceptance and an actual FCC ID number
8 assigned to each transmitter that is approved. That is
9 available on the FCC website. You can reference that.
10 And that ID number appears on each radio. In the event
11 that there is in change in the design of the radio,
12 testing is repeated, and another filing is made, and
13 another number is assigned, ID is assigned by the FCC.

14 **MR. FUTRELL:** I have a follow up, if I may.
15 So does the FCC have an approval process that they go
16 through where they review a technology and look at the
17 test data to determine whether it meets the standard and
18 then issues some sort of an approval?

19 **MR. RUMMEL:** Arlin Rummel with Sensus. The
20 FCC has requirements in its rules that specify limits
21 and tolerances and requirements, and each radio is
22 tested to those requirements and the results are
23 reported and reviewed by the FCC before that approval,
24 type acceptance approval is provided and a number is
25 assigned.

1 **MR. FUTRELL:** Okay. Is there any opportunity
2 that you are aware of for the public to, you know,
3 express their concerns or comments to the FCC regarding,
4 you know, their standard, their overall standard, you
5 know, regarding a particular device that may be going
6 through an approval process?

7 **MR. RUMMEL:** I am not aware.

8 **MR. CLEMENCE:** One more quick follow up. You
9 had mentioned the testing and reviewing. Is the FCC
10 doing any of the testing, or are they only reviewing
11 third-party testing?

12 **MR. RUMMEL:** They are reviewing the
13 third-party testing.

14 **MR. CLEMENCE:** Upon request of a customer, are
15 you aware if the FCC will individually test meters or
16 test products?

17 **MR. RUMMEL:** I'm not aware that that has been
18 done.

19 **MS. CURRY:** Do any of the other manufacturers
20 have anything they would like to add?

21 **MR. SANTILLI:** Lou Santilli with Itron. What
22 my colleague said is true, basically, for our meters
23 also. They all meet the FCC requirements. They receive
24 an FCC grant, which is public record, and can be found
25 on their website.

1 **MR. REEVES:** Don Reeves, Silver Spring
2 Networks. The same situation. So all of our products
3 are fully verified to be compliant with all the FCC
4 regulations. All the information is publicly available.

5 **MS. CURRY:** The next question that I have is
6 have the potential health effects of RF frequency
7 emissions -- I'm sorry, have the potential health
8 effects of RF emissions from wireless smart meters been
9 studied? Or do you know of any studies that have taken
10 place either within your companies or by the FCC
11 regarding the RF emissions?

12 **MR. REEVES:** Don Reeves, Silver Spring
13 Networks. I believe there have been multiple industry
14 studies conducted. Certainly EPRI has run such a study,
15 and the CPUC authorized -- I'm trying to remember the
16 exact institution. It was one of the learning
17 institutions in California to go through and do a study,
18 as well. So I know of at least those two, but I believe
19 that is two of many.

20 **MR. CLEMENCE:** I would turn to the utilities
21 and ask them the same question.

22 **MR. OLNICK:** Bryan Olnick with Florida Power
23 and Light. If the Commission staff would like, we have
24 and expert here today, Doctor Peter Valberg, who has
25 studied this area and is really considered to be a

1 national expert in the area of RF, and he might be able
2 to comment on this. If you'd like I could invite him to
3 make a comment.

4 **MR. CLEMENCE:** Please.

5 **DR. VALBERG:** My name is Peter Valberg,
6 V-A-L-B-E-R-G. I am a public health person. I was for
7 many years at the Harvard School of Public Health. I am
8 currently with a company called Gradient in
9 Massachusetts that does what's called human health risk
10 assessment. And one of the things that I do and the
11 company does is keep up on how health effects data are
12 assembled and analyzed on a whole variety of
13 environmental influences ranging from chemical to
14 ionizing radiation to radio waves.

15 And in terms of your question having to do
16 with the smart meters, I think what's most important to
17 remember is that, as I think several of the speakers
18 showed, the radio frequency spectrum has been used by
19 society for a long period of time. And, in fact, the
20 health effects of radio frequencies have been studied I
21 would say probably for five decades at least. Because
22 we started using microwaves and radar very significantly
23 during the second world war. So there has been a lot of
24 study of radio frequency and how it interacts with
25 biological systems. And I think that the smart meter is

1 really just a new application of these radio waves.

2 Probably the area that has most recently
3 gotten the most actual human epidemiology and laboratory
4 research having to do with RF, as you might well
5 appreciate, is cell phones. So the cell phones also
6 operate using radio frequency links, sometimes of a
7 frequency that is this range of 900 megahertz, sometimes
8 in the higher frequency range of 2,000 megahertz, and
9 all of those studies are the studies that people, like
10 the FCC and other agencies, look at in order to
11 determine the standards.

12 So the more general answer to your question
13 is, yes, there's a lot of research that has gone on on
14 these radio frequency effects, and there is a lot of
15 research that is published and that has been synthesized
16 by the various agencies in charge of setting these
17 standards and determining if they are health protective.

18 **MR. FUTRELL:** I have a follow-up question.
19 Mark Futrell with the staff. There was a report, I'm
20 not sure if you are familiar with it, sir, that came out
21 in January of 2011 from the California Council on
22 Science and Technology. And in that they addressed some
23 of the effects of RF. They differentiate between
24 thermal effects and nonthermal effects. Are you
25 familiar with those concepts?

1 **DR. VALBERG:** Yes.

2 **MR. FUTRELL:** Can you explain maybe briefly
3 the difference -- what those are and the difference
4 between those two, and whether there are standards
5 established to deal with those different effects?

6 **DR. VALBERG:** Yes, I'd be glad to. I think
7 the effects of RF are put into those two categories
8 because the amount -- the kind of effect depends upon
9 the intensity of the RF. You can have very weak levels
10 of RF which pass right through you and have no effect,
11 or no really discernible effect, but then indeed it is
12 true, as you increase the levels of RF you begin to
13 accumulate energy in the body. And the way that energy
14 most often expresses itself is a rise in temperature.
15 And the most simple example, of course, is the microwave
16 oven which uses radio frequency to heat things up. So
17 that if you have, like, a microwave oven typically has
18 1700 watts or thereabouts of RF energy that is heating
19 the food, so you do have these thermal effects.

20 I think what the research has shown is that if
21 you are looking at energy levels below those which can
22 change the temperature of the biological tissue, there
23 is really no established effect that is lasting enough
24 to really determine that it's real. I mean, there is a
25 lot of research out there. Some of them report these

1 effects at very low levels, but what you find is that
2 the difficulty with that research is it's often very
3 hard to replicate, it's hard to duplicate in other
4 biological systems. And most importantly, even if some
5 of those effects were real, it's hard to know that they
6 would have any adverse health effects.

7 I mean, there is a big difference between
8 saying something has an affect on a biological system
9 versus going on to the next step to say, well, it's the
10 first step in some sort of disease process. So I think
11 that in terms of your question, yes, it turns out that
12 now the standards are primarily based on thermal
13 effects; that is to say, is there a rise in temperature?
14 And the rise in temperature that they are looking at is
15 very minute.

16 But that is not to say that these agencies
17 fail to look at this other data. I mean, not only does
18 the FCC look at it, there is an international agency
19 called the International Commission on Nonionizing
20 Radiation Protection that periodically reviews the
21 science. Health Canada periodically reviews the
22 science. And then there are sort of more private
23 agencies like IEEE, the Institute of Electrical and
24 Electronic Engineers, ICES, the International Commission
25 of Electromagnetic Safety, and COMAR, the Commission on

1 Man and Radiation, who also look at this data. And I
2 think that we can say pretty confidently that most of
3 these agencies are in very good agreement with each
4 other that in terms of real effects, it does make sense
5 to focus on these thermal effects as a guiding principle
6 in setting the standards.

7 **MR. FUTRELL:** So you'd say the standards are
8 really primarily directed at the thermal effects, but
9 there do appear to be nonthermal effects. We have heard
10 a lot of customers send us information about that when
11 smart meters are installed they feel more fatigued, they
12 have headaches, they have a lot of other noticeable
13 impacts on themselves. Is there a process or is there
14 any conclusive information to address these nonthermal
15 effects at this time?

16 **DR. VALBERG:** I would say yes. No, I think
17 that those effects have been brought forward. Probably
18 not only in front of you folks here, but there are lots
19 of people who bring those up as potential questions.
20 And if you look in the research literature you will find
21 that there are researchers who look at them. Some
22 people find them, some people do not. But I think what
23 my impression has been -- if you look at the times when
24 they really do a double blind controlled study and say,
25 you know, tell me whether you are in the presence of RF

1 or not on the basis of symptoms that you might feel,
2 that those studies show no effect.

3 So I think that there is a concern about new
4 technology which could, in fact, manifest itself in some
5 symptoms, but whether or not that is truly caused by the
6 RF exposure is really the issue at hand here. And it
7 continues to be studied, it continues to be debated.
8 But I would say at the present time the weight of
9 evidence is that those complaints don't have a basis in
10 the actual RF exposure itself.

11 I mean, there may be other things that go
12 along with the RF exposure which are affecting, you
13 know, peoples psyche, ability to sleep, and so on. But
14 the studies that are out there don't seem to
15 substantiate that. But people haven't dismissed it. I
16 mean, if it comes up that there is a reproducible real
17 effect, then I think the standards will take them into
18 account.

19 **MR. FUTRELL:** And just to kind of maybe button
20 this one down, are you aware -- is the FCC looking at
21 these issues? Are they conducting any studies to
22 address the non-thermal effects of these meters to
23 include that in their potential -- any potential
24 revisions to the standard? Are you aware if the FCC is
25 looking at this?

1 **DR. VALBERG:** At the present time I haven't
2 heard anything directly from the FCC that they are
3 looking at it, but I just know that agencies around the
4 world -- I mean, even here in the United States the
5 American Cancer Society and so forth, and there are a
6 lot of agencies looking at this issue. And I think that
7 the FCC is probably keeping their eye on what these
8 other folks are finding and concluding.

9 **MS. CURRY:** Thank you. My next question is
10 have the effects of RF from a multi-meter installation
11 been studied, do you know?

12 **DR. VALBERG:** Well, they have, but maybe Matt
13 should --

14 **MR. OLNICK:** If the Commission staff would
15 allow me, Florida Power and Light did undertake a
16 third-party testing of a similar situation, and I think
17 one of the other speakers today, one of the meter
18 manufacturers also referenced a study, and I will let
19 them speak on that. But if you would allow me, I have
20 the person that conducted that third-party study for us
21 that could comment on that.

22 **MR. BUTCHER:** Good afternoon. My name is Matt
23 Butcher. I am a licensed engineer.

24 We did a study for Florida Power and Light
25 where we looked at individual meters and measured the RF

1 from them. And to understand what the levels would be
2 from a multiple meter installation, we extrapolated that
3 data. And, again, our conclusions were that if the
4 meters were transmitting at all in their normal mode and
5 you could some way to get within one foot of 100 of the
6 meters, you would still be around 15 percent of the
7 exposure limit. So you would be less, much less than
8 the exposure limit if you could get within one foot of
9 100 meters, which would be very difficult to do.

10 I have done subsequent tests with other meters
11 in large installations, one with 84 meters in one space,
12 and found that the amount of time that the meters are
13 transmitting was about two percent of the time. And,
14 again, two percent of the time of all 80-some meters
15 transmitting during their peak communications period.
16 So it all leads to the fact that exposure from multiple
17 meters is going to be below the exposure standard. And,
18 again, as long as you are tens of feet away from banks
19 of multiple meters, or behind them, I mean, not directly
20 in front of them, the levels will be much, much less.

21 **MR. CLEMENCE:** Within the banks of multiple
22 meters, I'm looking for some more information on are
23 they all transmitting simultaneously? Does one meter go
24 off one second and the next meter follows, so there is
25 more of a continuous exposure?

1 **MR. BUTCHER:** Yes, the meters transmit in the
2 same frequency band, so they tend to transmit
3 sequentially. So one will transmit, then the next will
4 transmit, and then the next will transmit. So it's not
5 like all of them are transmitting at the same time
6 amplifying that signal all at the same time.

7 But, again, even with on the order of 80-some
8 meters transmitting and communicating their periodic
9 assessment of power, the levels I measured, again, in
10 one instance was still less than two percent of the
11 time.

12 **MR. CLEMENCE:** Now, these transmissions, is
13 this is synonymous with the pulses that we read about?

14 **MR. BUTCHER:** Correct. The transmissions are
15 very short duration, a few milliseconds or less. So,
16 yes, they are a pulse of transmission.

17 **MR. CLEMENCE:** So if a customer did have a
18 multi-meter installation on the exterior of their home,
19 they would receive more of these pulses throughout the
20 day than they would if they had just one meter.

21 **DR. VALBERG:** Yes.

22 **MR. FUTRELL:** And to just follow that up. I
23 have heard from the utilities and from the manufacturers
24 a little different information about -- to better
25 understand about how many pulses. It's looks like there

1 were some options that the different meters had on
2 settings for the number of pulses, if you will, per
3 hour. Is there any consistency amongst the utilities or
4 maybe the manufacturers on how often do the meters
5 pulse?

6 And also maybe you could tag along with that
7 this idea we have heard and read with a buddy meter
8 where one meter may be used as a receptacle for other
9 meters to send that information, collect it, send it
10 back out to the collection grid, or the net, if you
11 will. If you could address that to the extent the
12 utilities have installed that type of technology,
13 because we have heard customers express concerns about
14 that while their meter itself may only pulse, for
15 example, once every 15 minutes or so, it may be used as
16 a buddy meter, if you will, therefore, increasing the
17 number of pulses potentially.

18 **MR. OLNICK:** Bryan Olnick, Florida Power and
19 Light. I'll start the discussion, and I'm sure the
20 other utilities, and then I would like also to defer to
21 our technology vendor to also help us with that.

22 If I can give you some general parameters.
23 The structure that our meter-reading timeline is on is
24 such that we read every meter essentially every four
25 hours. So six times a day it will get read to

1 understand what energy has been used over the previous
2 four hours. So oftentimes you will hear a reference to
3 we have a reading for every hour, but we don't
4 necessarily read it every hour. We read it every four
5 hours, and every four hours we are collecting four
6 different hourly increments from the previous four
7 hours. So essentially six times a day we are reading
8 that. That read typically lasts, again, milliseconds.

9 The type of technology that we use also has
10 some additional capabilities to alert us if they are out
11 of power, to alert us if somebody has tampered with
12 something. So we also get additional periodic messages
13 for something. The way the network works, and I don't
14 want to get into too much technical details, I'll turn
15 that over to our technology provider, but there are some
16 time checks to keep the network in sync.

17 And our technology is considered a meshing
18 technology. The word I think you used was a buddy type
19 concept. And indeed, the benefit in the power of a
20 meshing technology is it will use others to relay the
21 message. And so when we analyze and look at the total
22 time, including any of that relaying, I think as our
23 technology provider mentioned, the average time is about
24 roughly two minutes or less a day, including all of
25 those types of transactions that can happen.

1 And then I'll turn it over to some of the
2 others utilities, and then I would like our technology
3 provider to also make a comment on that.

4 **MR. WOODALL:** This is Dan Woodall with
5 Progress Energy. Our SSN deployment that is to commence
6 in October for the small business and commercial would
7 be very similar to what FPL just described. It's an SSN
8 technology. Our driveby Itron technology -- I would
9 look to Itron to confirm this, but I believe our meter
10 type is the every 30 seconds a little bubble up is
11 captured by the driveby vehicle as it rides through the
12 neighborhood.

13 **MR. FUTRELL:** But is it pulsing every
14 30 seconds, or is it just as -- does the driveby
15 technology, if you will, engage that and draw that out,
16 or is there a pulse every 30 seconds from the meter?

17 **MR. WOODALL:** I would lean on --

18 **MR. FUTRELL:** Okay.

19 **MR. SANTILLI:** Lou Santilli with Itron. Yes,
20 there is a pulse every 30 seconds from the meter that is
21 a few milliseconds long.

22 **MR. FUTRELL:** And what is the total amount of
23 time per day, if you will, of those pulses? Do you have
24 an estimate of that?

25 **MR. SANTILLI:** We typically look at less than

1 a minute a day.

2 **MR. SPANGENBERG:** Ted Spangenberg with Gulf
3 Power Company. And, of course, as you heard earlier
4 today, our network operation is much different. It is a
5 tower-based network rather than a mesh-based network.
6 However, similar to Florida Power and Light, six times a
7 day is our typical setting for a meter to tell us the
8 readings, the hourly readings that it has got in each
9 four-hour segment. If we have a meter that is getting
10 very good connectivity with our tower, we are regularly
11 hearing from it, we might even dial that down to only
12 three or four times day.

13 Because we are talking directly to a tower,
14 the average transmission time is less than one second
15 per day as opposed to the minute features of the mesh
16 network. So it is less than one second per day. I was
17 the one that introduced the term buddy mode. Less than
18 five percent of our meters may be in a situation or
19 located such that they can't directly talk to a tower,
20 so they may relay through just one other meter and get
21 to that tower. Very rarely would you have more than one
22 hop to get to a tower. That would be very few. So for
23 those few meters that might operate in buddy mode, you
24 know, they might approach a second and a half or two
25 second average per day, but otherwise less than a second

1 per day average transmit time on our tower-based
2 network.

3 **MR. CLEMENCE:** I guess I've got a quick
4 question, I guess more towards the manufacturers. A
5 couple of our utilities have mentioned that their meters
6 have the ability to communicate information on outages
7 and diagnostics on their distribution circuit. That
8 information, is that only transmitted if a fault is
9 detected or is that information constantly being
10 transmitted to the utility, I'm okay, or only when a
11 fault is detected?

12 **MR. REEVES:** Don Reeves, Silver Spring
13 Networks. The information about a loss of power only
14 occurs when that loss of power is detected. And
15 likewise, the information that power has been restored
16 only occurs after that power has been restored rather
17 than continuously.

18 **UNIDENTIFIED SPEAKER:** Is that consistent for
19 the --

20 **MR. RUMMEL:** That is consistent with the
21 Sensus technology. When events occur, an alarm is
22 transmitted. Typically that alarm message is even of
23 shorter duration than the typical reading message
24 because of the amount of information that is
25 transmitted.

1 I'd just like to comment on the technology
2 aspect. The radio transmissions with the technology
3 that we use utilize frequency modulation at a constant
4 amplitude. It does not use pulsed or pulse modulated RF
5 signals, so it has a very predictable and measurable
6 output and it is consistent. It's either on or it's
7 off.

8 **MR. OLNICK:** If I could add one more comment
9 on -- Bryan Olnick, Florida Power and Light. I did want
10 to add other situation that I think could be relevant.
11 We were talking about the circumstances in which a meter
12 may be read, or send us an outage signal. There are
13 times when actually we can initiate a request to a
14 meter. And that happens now if a customer calls, let's
15 say, and asks if an amount of power, can you confirm
16 amount of power. We can also send a signal to that.
17 Again, a millisecond kind of an operation, but that is
18 just one other scenario I forgot to mention that we
19 could initiate a ping, and we do that today to help
20 customers confirm if they are in or out of power.

21 **MR. CLEMENCE:** Thank you.

22 **MR. NOEL:** This is Joe Noel with the City of
23 Ocala. I'm representing FMEA. We have a system that --
24 the manufacturer is not here today, but it works a lot
25 like -- well, it is a mesh network system. And I have

1 done a study internally on our system on the number of
2 hops each meter takes, and across the board there is no
3 more -- of any of our electric meters, no more than
4 three hops. And the majority are one, you know, to get
5 back to a source. We are not a tower-based system.

6 If I could, I would just like to offer a
7 perspective from the EMF health concerns from the 1990s.
8 The industry at that time did wait on the results of a
9 Commission study before any regulations were decided on.
10 And it sounds like, and from my experience there are
11 studies out there that look at RF exposure risks, or
12 lack thereof, but maybe if there are some issue like the
13 nonthermal effects that maybe hasn't been studied
14 enough, or the complaints are coming in on, maybe we
15 could do the same thing we did in the 1990s as a
16 Commission study to determine if there is truly an
17 effect that we could all accept. Thank you.

18 **MR. CLEMENCE:** Has your commission, or the
19 commission of any of your fellow entity members studied
20 the health effects of smart meters? Did that come up
21 either before the installation of your program or since?

22 **MR. NOEL:** So we didn't have any questions
23 from our customers from previous, you know, before the
24 implementation, during the implementation. They just
25 started coming up after. We did look at all the

1 studies, and we have, I have kept up with everything
2 that is coming out of California, you know, around the
3 nation, and looking at the studies, like, that were
4 brought up earlier. And we are comfortable, you know,
5 saying that little if any risk is brought on by this
6 exposure, because it is well below the FCC maximum
7 exposure level.

8 **MS. CURRY:** I have one last question. What
9 steps are taken to ensure that the RFs from smart meters
10 continue to stay within the limits set by the FCC?

11 **MR. REEVES:** Don Reeves, Silver Springs. So
12 as part of the testing that we do of our product, we do
13 something called accelerated life testing, which is a
14 standard industry practice to attempt to simulate the
15 effects of time and environmental conditions on the
16 products we produce. And so temperature cycling,
17 environmental condition changes occur in order to
18 produce that simulation of time, because obviously the
19 only true way to know what will happen over time is to
20 allow time to elapse. But the practice we use are
21 generally accepted across the industry. And as part of
22 that, we measure all performance attributes, including
23 emissions of the product once it has gone through that
24 cycling to verify compliance. That's part of standard
25 test practices.

1 **MR. CLEMENCE:** Have you gone out into the
2 field after installation to verify?

3 **MR. REEVES:** We have both gone out in the
4 field as well as gathered data remotely on behalf of our
5 customers to look at the performance of the network and
6 performance of the (inaudible) devices. So, yes, we
7 have absolutely done that. We have not found any
8 deviations.

9 **MS. CURRY:** How often do you verify?

10 **MR. REEVES:** It depends upon what you are
11 looking for. So we on a daily basis are monitoring --
12 you know, actually on an hourly and by-minute basis are
13 monitoring each of our networks for which we have
14 operational responsibility. And as part of that we
15 certainly look at, you know, the reliability of the
16 network and the transmission frequency. In terms of
17 analyzing emissions, that happens on a case-by-case
18 basis when specific customers have requested us to
19 perform those actions.

20 **MS. CURRY:** That concludes the questions that
21 I have regarding health. Now we'll have questions
22 regarding privacy issues.

23 **MR. FUTRELL:** I have just got one final one.
24 I'm sorry, Kiwanis.

25 It's a bit in the RF, but it's more of how the

1 utilities react to customers who express some of these
2 concerns. We have seen a lot of information in the
3 slides this morning comparing the emissions of these
4 meters to other devices, common devices that customers
5 use; cell phones, microwave ovens, devices like that,
6 computers, WiFi.

7 However, we have heard a lot of customers say
8 that, yes, there may be differences in the emission
9 rates from these meters compared to these other devices,
10 but they have a choice on whether or not they want to
11 use a cell phone, or use a microwave oven, or use some
12 of these other devices. And they can choose not to take
13 advantage of what cell phones provide, if they are
14 concerned about RF. Whereas with the meters, they are
15 not -- really don't have a choice. As part of their
16 service, that is provided to them.

17 How do you react and respond to customers who
18 express those kinds of concerns, where they really don't
19 have a choice when it comes to this device as compared
20 to these other devices? While they are common and
21 beneficial, customer do have a choice. Do any of the
22 utilities care to respond to that?

23 **MR. OLNICK:** Bryan Olnick, Florida Power and
24 Light. I'll take the first shot at it. I think, as
25 mentioned earlier by Mr. Rubin, in the matter of the

1 technology and the advanced meter infrastructure project
2 that we had submitted and was approved by the Public
3 Service Commission back in 2009/2010. With respect to
4 that, no matter what the customer's concern has been, we
5 have been trying to be very open, whether the concern is
6 with RF transmission data privacy and from a customer
7 service standpoint have chosen to postpone it for now,
8 until we can resolve the matter. But we have taken a
9 position that we would rather go down that path and take
10 the customer service approach, and postpone it until we
11 can resolve the matter.

12 **MR. FUTRELL:** Anybody else care to respond?

13 **MR. WOODALL:** This is Dan Woodall with
14 Progress Energy Florida. As you know from our
15 discussion, our AMR driveby rollout was a few years ago,
16 and maybe some of these issues that are concerning folks
17 weren't quite as prevalent or available on the Internet
18 and things like that. So we didn't really have any
19 experience with pushback at that point in time, although
20 certainly, as FPL has done their rollout, we have had
21 contact from customers with questions sort of in the
22 aftermath, much like Ocala was speaking, as well.

23 And so thinking about it more from a
24 going-forward standpoint, and this is how I will try to
25 respond to your question, and I think certainly we would

1 intend to be and plan to be patient, you know, open with
2 communicating around the facts as we understand them.
3 But also we have to recognize we are going to have to
4 kind of let things play out and sort of understand what
5 we're holding at the end of the day for our AMI rollout.
6 You know, as FPL has characterized, you know, delaying
7 installation, you know, obviously becomes the case. At
8 some point in time you have to -- you have got to move
9 on and continue the execution.

10 At the end of the day how you respond -- you
11 need to be at the end of your deployment to really
12 understand how many have that concern. It's less
13 about -- I think, it's more about a policy decision than
14 a technical decision. And so I think we need to be
15 seeing what we're holding at the end, we'll need to
16 frame and respond at that point in time.

17 **MR. SPANGENBERG:** I guess the only thing I
18 would add to that is certainly we have heard those
19 concerns, and we are, of course, the most deployed in
20 terms of a two-way AMI system of the other utilities.
21 And, you know, we understand the customer's concern that
22 in all these other things they have a choice about
23 whether it's actually being emanated from their home.

24 We do point out the technical information that
25 indicates that even the background levels that they are

1 getting from their neighbor's WiFi system, or from the
2 TV station broadcast, or radio station broadcasts of
3 which the levels that we are seeing from the AMI meter
4 is still well below those types of things.

5 We have had a couple of customers who were so
6 ardent about their concern about having a choice about
7 that that we have offered as we have for other reasons
8 in times past, offered them the opportunity to establish
9 a different meter point rather than on the side of their
10 house, or if they are concerned about the meter socket
11 being, you know, next to their bedroom or their home
12 office, of establishing a meter point out at the corner
13 of their property to further, you know, make it look
14 more like even further below these background levels.
15 And we have a couple of customers who are considering
16 those options.

17 **MR. CLEMENCE:** Are the costs for that
18 alternative going to be borne by ratepayers or by the
19 customer who requested it?

20 **MR. SPANGENBERG:** It would be borne by the
21 customer who requests it. There is a very small
22 amount -- I guess as we would redrop our service wire to
23 a new meter pole, you know, we would incur that cost.
24 But we change meter points for other customers for other
25 reasons in terms of replacing service drops, but the

1 customer would bear the cost of paying their electrician
2 to establish that meter pole somewhere other than the
3 side of the office and pulling that wire. So that would
4 be a cost borne by the customer who says I want to have
5 a way not to have that meter there.

6 **MR. ASHBURN:** This is Bill Ashburn with Tampa
7 Electric Company. To build on what he just said, you
8 know, we, as a utility, look to serve at the lowest
9 prudent cost, looking at reliability for our system and
10 for customers and so forth. And we sometimes provide
11 choices to customers. The example he just brought up
12 was a good example. We put the meter on the house
13 closest to our system to reduce the cost. Sometimes
14 customers say, you know, I really want the meter on the
15 other side of the house. And if that costs extra money,
16 we will do that and charge them for that differential.
17 And so there is often choices offered to customers, but
18 it's at their cost.

19 So this is an example of we're putting in a
20 very efficient metering system that's going to provide
21 all these benefits to us and to the customers, and to
22 offer them a choice might incur additional cost, maybe
23 substantial cost and that would cost them to pay. So
24 that's kind of the point. If there is some pushback
25 from a customer, and there is for all kinds of

1 circumstances; I want underground in my neighborhood, we
2 undergrounded and they paid the differential. I don't
3 want that pole in front of my house. Could you put it
4 over there? Sure. It will cost you money. This is
5 kind of in that concept. If you get to have a choice
6 like this, then it will have to cost them for that
7 differential in cost.

8 **MR. SPANGENBERG:** Ed Spangenberg, Gulf Power.
9 If I might just add upon that. I would say in most of
10 those other circumstances where we are moving a service
11 drop, putting something underground, moving a pole,
12 those happen frequently enough that we have established
13 procedures and methods for calculating and doing that.
14 With the extremely low numbers that we have looked at in
15 this situation, it begs the question is there even
16 enough to clearly, you know, whether or not you even go
17 that step. Not that you don't want to be inconsiderate
18 of those concerns, but where there is certainly no real
19 technical issue that is involved here in terms of harm
20 to the customer.

21 **MR. CLEMENCE:** Did any of the manufacturers
22 want to address that, as well? I think we'll move on to
23 some questions on privacy, and I will direct these at
24 the utility originally. Do you consider individual
25 customer data -- I'm sorry, is individual customer data

1 considered to be confidential? And if you do believe it
2 to be confidential, what is your legal basis for it?

3 **MR. RUBIN:** Ken Ruben for Florida Power and
4 Light Company. I know that I probably jumped ahead
5 earlier and touched upon this issue a little bit, but
6 FPL does consider that type of customer information
7 confidential. We have treated it as confidential for
8 years and years, I think consistent with the utilities
9 to my left.

10 We have protected that data from disclosure
11 absent a subpoena or an order from the Commission or
12 another valid court order. When required to produce
13 customer data in the context of a PSC proceeding,
14 whether it's in response to interrogatories, data
15 requests, or Commission request, we will file a request
16 for confidential classification of that data under
17 366.093.

18 We have an internal code of conduct that
19 requires us to treat that data as confidential. There
20 are -- I don't want to say there is any particular
21 statute that compels that treatment. Again, there is
22 nothing that specifically talks about smart meter or AMI
23 data, but there are numerous Florida Statutes that
24 define nonpublic information. There are federal
25 statutes, the red flags rule and other FTC rules, and

1 other federal laws that are all consistent with -- or I
2 should say our policy is consistent with those rules.

3 So we take very seriously our obligation to
4 protect the customer data. Absent the customer's
5 request, signed authorization, or a valid subpoena or
6 court order, we will not disclose that data absent a
7 utility need. And in that case, for example, if we have
8 a third-party vendor that does work for us, there are
9 contractual obligations.

10 There are remedies if, in fact, there is a
11 breach. We monitor it very closely, and we feel that
12 our policies have been successful in protecting that
13 customer data. Again, I think it is a two-part
14 question. There is the cyber security part and the
15 legal part, and I have really only answered the legal
16 part. I would defer to others on the cyber security
17 part.

18 **MS. TRIPLETT:** Dianne Triplett with Progress
19 Energy Florida. Similarly, Progress Energy Florida
20 considers certain individual customer data to be
21 confidential and private, and we hold it as such; in
22 particular, name, Social Security Number, date of birth,
23 driver's license, banking account information, credit
24 card information, addresses. And also personally
25 identifying information. It's known as PII, and it's a

1 term of art from federal statutes that require that
2 certain data be held confidential. And what PII is is a
3 name plus any other piece of information that somebody
4 could use to steal your identity. And so as Mr. Rubin
5 mentioned, there are regulations from the Federal Trade
6 Commission that are designed to prevent identity theft,
7 and so Progress Energy's policies are designed to comply
8 with those and to be consistent with those statutes and
9 requirements.

10 Progress Energy also considers customer usage
11 to be confidential, even though there isn't a state or
12 federal statute that we can point to say we have to, we
13 just do in our ordinary course. And so similarly to
14 FPL, we require a court order, a valid government
15 subpoena before we issue and provide any information to
16 third parties for usage data.

17 **MR. BADDERS:** Russell Badders on behalf of
18 Gulf Power. Like FPL and Progress, Gulf Power has a
19 longstanding policy that we keep customer usage data as
20 well as customer identifiable information confidential.
21 We only release with a subpoena, or in the case with the
22 Commission through that regular confidentiality process.

23 I cannot point to a federal or state law.
24 Again, we have a very longstanding policy with regard to
25 this, and I doesn't believe that the smart meter

1 infrastructure or our deployment of smart meters in any
2 way changes that relationship.

3 **MR. BEASLEY:** Tampa Electric, as well, has a
4 longstanding policy to treat individual customer
5 information confidentially, and its policy enables it to
6 comply with all applicable federal standards.

7 **MR. CLEMENCE:** And, Mr. Noel, you're in a
8 different position here, as you mentioned within your
9 presentation, that you guys are subject to the Sunshine
10 Law. And you had mentioned your desire to perhaps
11 suggest some legislative changes to allow you to maybe
12 keep that information a little longer.

13 Has this confidentiality been an issue for
14 your commission or the commissions of any of the other
15 members?

16 **MR. NOEL:** So, again, just a few customers
17 have talked about it, and we have talked about it
18 locally, and I'm sure some of the other municipals are
19 facing the same concerns. You know, we'd like to have
20 it as an exemption. We'd like to have it as at least a
21 waiting period. And one of the things as of right now,
22 and we have had this data now for a couple of years
23 since we have been live, we haven't had a single request
24 for it. I know because that request would have to be
25 directed to me, and I'd have to provide the data.

1 We don't have to provide the data in a way
2 that is not currently formatted, either. So if a report
3 doesn't exist, we don't have to create a report to
4 provide it. And, again, this load interval data isn't
5 necessarily identifiable to a local customer.

6 And what else is public record is that
7 request. So anybody who makes that request or who
8 receives any information is available to look up also.
9 So, yes, I just wanted to reiterate that from the
10 presentation earlier.

11 **MR. CLEMENCE:** Would you mind going into a
12 little bit of what legislative changes you guys are
13 hoping to enact?

14 **MR. MOLINE:** I'm Barry Moline with the Florida
15 Municipal Electric Association. We don't have anything
16 proposed right now, and we're in the early stages of
17 talking about this issue. There is sort of a multi-year
18 process for looking at public records changes. And this
19 is, you know, if it becomes enough of a public concern
20 to -- that 15-minute interval data is available, then we
21 want to at least be prepared with the opportunity to
22 come up with some creative ideas.

23 And as Joe said, one idea is just to delay so
24 that somebody can't say, huh, I wonder if those folks
25 are home. Let me get a data request and then compare

1 that with, you know, over the past year. You know, some
2 kind of usage information. If it's delayed by several
3 months, then they wouldn't be able to have that
4 information readily available.

5 You know, the idea is closing the barn door
6 before the horse gets out. So bottom line is we're just
7 contemplating this and talking about, you know, trying
8 to creatively think if it's a problem and develop those
9 ideas now.

10 **MR. CLEMENCE:** Mr. Noel has suggested that he
11 hadn't received any requests. Are you aware of any of
12 your other members who have received public requests or
13 perhaps requests from third-party marketers or people
14 just looking for data?

15 **MR. NOEL:** Not specifically for smart meter
16 data. You know, there was things in years past about
17 marketing data being exposed on the system, not
18 necessarily on individual customers. But I haven't had
19 any of those either, especially on this information.

20 I was going to make one more point, I'm sorry.
21 This might fall more under security, data security, but
22 if you are a skilled thief looking to hack into a meter
23 to get information, again, not necessarily identified to
24 an individual customer, time spent on hacking one's
25 computer files to obtain credit card information would

1 be a heck of a lot easier and more profitable than the
2 information they could get from our meters.

3 So while it is possible that somebody could
4 analyze the data, maybe trend data over time and make
5 assumptions based on when a customer might be home or
6 not home, the possibility is there. However, I'm just
7 not sure how profitable that would be for a thief. I
8 did want to point that out while I have a chance.

9 Thank you.

10 **MR. RUBIN:** I had one more comment, if I
11 could. Ken Rubin for FPL. I think it was addressed in
12 the earlier discussions, but I just wanted to reiterate,
13 because it does impact the legal position that neither
14 the nonpublic information or the personally identifiable
15 information that Ms. Triplett spoke about, that
16 confidential customer data is neither stored nor is it
17 transmitted through the smart meter network. So that's
18 why from a legal perspective I take the step back and,
19 you know, the data that we are talking about is the data
20 that we have always generated and had through the use of
21 the electromechanical meters because none of that
22 confidential data that we have been talking about is
23 either stored or transmitted by the meters.

24 **MR. FUTRELL:** A follow-up question about -- we
25 have seen some examples in the presentations about some

1 of the customer displays that will be available based
2 upon the data generated by the meters, particularly
3 these energy dashboards and other web-based resources
4 that customers may access which does give an hourly
5 profile of customer usage patterns.

6 What are the -- has the establishment of these
7 kind of technologies, has it required the companies to
8 modify or take a look at their internal processes to
9 ensure that the data is secure within the company?
10 Obviously you've stated how you deal with external
11 releases of that information, but internally how do
12 you -- has it necessitated any changes in your internal
13 process to ensure their security within the company?

14 **MR. OLNICK:** I think one of the presenters
15 earlier had a graphic that showed how the meter
16 information was previously and post implementation going
17 back to their CIS system, customer information system.
18 And I think that is just a key component in this whole
19 conversation. Again, all of that information is stored
20 in the same customer information system that it always
21 has been. And all of the rules and policies for data
22 and cyber security data and customer privacy have always
23 existed. For some of our customers, our commercial
24 customers that have had 15-minute interval data for many
25 years, it's, again, stored in the same kind of system,

1 the same kind of intervals. All we are essentially
2 doing is now expanding some of that same capability in
3 that same database kind of system on a residential
4 basis. So there is no substantial change. The ongoing
5 diligence that we do to always ensure that a customer's
6 data privacy is maintained is really consistent with
7 what we have always done.

8 **MS. TRIPLETT:** Diane Triplett with Progress
9 Energy. And similarly -- well, first, I would note that
10 right now Progress has not planned to offer that website
11 that you saw, but that doesn't mean that we aren't
12 considering it, and that's not something we would look
13 at. But I kind of compare this to what our customers
14 already have access to, which is logging in, creating a
15 special account, and looking at their bills and doing
16 on-line bill pay, and, you know, accessing that from
17 their mobile phone.

18 And we already have a very well-established
19 security system, and a whole department that uses terms
20 that I don't even -- I can't even pronounce to ensure
21 that our system is sufficiently protected. And I would
22 imagine that if we were to introduce such a web-based
23 tool that we would look at that and ensure that the
24 systems that we have in place would be adequate to
25 continue to provide that level of security.

1 **MR. BADDERS:** Russell Badders, Gulf Power.

2 As I had said before, the existence or the
3 absence of a smart meter really doesn't change what we
4 do with that information once we receive it. It's
5 really how the information is collected. It does change
6 somewhat. Obviously you have interval data, but as far
7 as the back office part of the privacy, the customer
8 relationship with regard to the confidentiality, that in
9 no way changes.

10 **MR. CLEMENCE:** I think one question to kind of
11 build upon that, what about sharing information with
12 affiliates for any other purpose than for billing?

13 **MR. RUBIN:** Ken Rubin for FPL. We treat the
14 affiliates as if we would -- as if they were any other
15 third party. We do not share it with them unless there
16 is a -- and I'm not -- I don't think there is any
17 affiliate contract at this point to process the data or
18 to, to use the data. But if, in fact, that was to
19 happen, we would treat the affiliate just as if they
20 were a detached, disinterested third party with whom we
21 might contract for some service. So we would not just
22 give them the data. They would be treated just like
23 anybody else.

24 **MR. CLEMENCE:** But could they get it without
25 customer approval?

1 **MR. RUBIN:** They could not, no.

2 **MS. TRIPLETT:** Dianne Triplett with Progress
3 Energy. We do not provide customer information without
4 consent. But there's some exceptions, and one of them
5 is, you know, like in a storm response situation where
6 we may have regulated affiliates who are assisting with,
7 you know, taking outage calls and those sorts of things,
8 they would have access to the customer database because
9 they would have to be entering outage information and
10 what not. But they would be bound by the same policies
11 and procedures that currently govern Progress Energy
12 Florida employees with respect to maintaining the
13 confidentiality of that, of that customer information
14 and not providing it and not using it for purposes other
15 than business purposes.

16 **MR. BADDERS:** For Gulf Power again, the smart
17 meter does not change that relationship. We currently
18 utilize our affiliates for billing, for load
19 forecasting, and other types of things. The size of
20 Gulf Power, we do not have all of that in-house. It is
21 much more cost-effective for us to use one of our
22 affiliates that is set up to do the billing and all of
23 that. But, again, the smart meter installation does not
24 change that. That's just a continuation of the back
25 office that we already have in place. They're bound by

1 the same confidentiality policy and code of ethics that
2 Gulf Power employees are.

3 In the event that we utilize a third party to
4 perform a utility function, they're bound by contract to
5 the same thing. That information is not used for a
6 non-Gulf Power utility purpose, nor is it disclosed
7 publicly.

8 **MR. ASHBURN:** Same as, for Tampa Electric in
9 that we do not provide any information to an affiliate
10 absent the request of the customer that it be provided
11 to them, or to a third party unless the customer has
12 asked that that data be provided, or absent a storm
13 issue or a warrant from a federal agency or something
14 like that.

15 **MR. CLEMENCE:** I'm sorry. I couldn't hear the
16 last part.

17 **MR. ASHBURN:** The police come and want
18 something or there's some warrant, the police and
19 federal issues that might come up occasionally, very
20 randomly.

21 **MR. CLEMENCE:** What information is the company
22 storing for a period of time longer than necessary to
23 bill a customer?

24 **MR. OLNICK:** Customer type information such as
25 name, usage, phone number, and so forth is stored and

1 maintained according to Florida Power & Light's record
2 retention policies, and I believe that would be five
3 years for items like that.

4 **MR. CLEMENCE:** Does that include usage data?

5 **MR. OLNICK:** It does.

6 **MS. TRIPLETT:** Diane Triplett with Progress
7 Energy. The billing information and the usage
8 information is retained in our system for, for two
9 years, and that's consistent with our records retention
10 policy.

11 After an account is closed, customer
12 identifier information, phone numbers, Social Security
13 number, date of birth, driver's license number is
14 maintained indefinitely after the customer no longer has
15 an account. And I would note that the Social Security
16 number and the driver's license number would be masked
17 in the general account. When, when an associate opens
18 the system, they can't see it. It's more in the back
19 office to, to note, to view that information.

20 **MR. SPANGENBERG:** Gulf Power's treatment would
21 be similar. Our time periods are slightly different,
22 because the question here is necessary to bill the
23 customer, and I'd like to expand that and say what's
24 necessary to provide desired customer services to the
25 customer. And so for that reason, again, we retain the

1 customer identifying information indefinitely. The
2 consumption information, monthly consumption information
3 is saved for the current year plus the seven prior
4 calendar years. Many times customers find that helpful
5 in terms of researching what their consumption has been
6 in the past and what they wish to do with it.

7 The daily consumption information now coming
8 off our smart meter data, of course, we just now
9 finished deployment, but it is our plan right now to
10 retain that for a historical 36-month rolling period.
11 And, again, that's retained simply to provide a service
12 to that customer should they want to go back and look at
13 their historical use patterns.

14 **MR. ASHBURN:** Similarly -- but instead of
15 along the lines of what, what customer data are you
16 talking about? For example, where a meter was, you keep
17 until the life of the meter goes. So it could be 30
18 years; right? In other words, that meter was located at
19 a location. If that's customer data, we keep that a
20 long time. If it's a customer themselves, you know
21 their account is there as long as they're a customer.
22 So we have customers who are customers for 30, 40, 50
23 years. So that information that, you know, their name
24 and their address and that kind of stuff we keep until
25 they're not a customer anymore. Billing data is

1 comparable to what was mentioned down there. I think
2 it's five years based on the rules.

3 **MR. FUTRELL:** I've got a follow-up from
4 something Ted said sparked my interest about you have a
5 retention of about 36 months is what your, your
6 intention is. But how do you -- what's your disposal?
7 Do you have a policy on disposal of that information
8 and, you know, you keep it 36 months? And then the 36
9 months passes, then what, how do you, how do you deal
10 with the disposal of that information? How is it
11 handled?

12 **MR. SPANGENBERG:** Yeah. And the technology we
13 use today, of course it's electronic storage. And so
14 what happens is when you get to -- each month as you go
15 by, the 37th month would be wiped clean from the drive
16 and overwritten, you kind of overwrite with the next
17 month's data and slide the data down so that the old
18 data is overwritten, you've got the new stuff there.

19 **MR. CLEMENCE:** And I'll turn to our
20 manufacturers who have joined us here today.

21 Several customers have expressed concerns, and
22 even received them as recently as last night, that a
23 smart meter is capable of identifying individual
24 appliances within a home. Is that the case and are any
25 of the meters that our utilities have installed capable

1 of doing that?

2 **MR. SANTILLI:** So currently -- this is Lou
3 Santilli with Itron. Currently the meters that are
4 being installed and manufactured don't have the
5 capability to have the actual power signature of what's
6 going on. It merely records energy over a period of
7 time, and the granularity and resolution of that
8 recording is not sufficient to say it's exactly this or
9 exactly that.

10 **MR. CLEMENCE:** Is that the case with the other
11 utilities -- or the other manufacturers? I'm sorry.

12 **MR. RUMMEL:** It is with Sensus. I discussed
13 that earlier in my comments this morning.

14 **MR. HELD:** Yeah. The only caveat I'd say to
15 that is, you know, there was discussion earlier about
16 home area networking and ZigBee. And so it is possible
17 for appliances to talk to the meter. That's not done
18 with the GE meters at all. But that would be a consumer
19 choice to buy an appliance that can talk to the home
20 area networking, ZigBee, and communicate through the
21 service.

22 The other thing I'd say is that the signature
23 analysis which has been discussed raises a concern where
24 you're looking at the, the power wave form, the, you
25 know, the voltages in the current to identify what

1 device is on. That analysis is done in various labs and
2 what not, and that requires analysis at a level much --
3 much smaller time threshold than the one second that our
4 meter has. So it's not available in our meter.

5 **MR. CLEMENCE:** What about more generically,
6 are you able to figure out a person's daily schedule,
7 perhaps figure out maybe air conditioning load, heating
8 load, the frequency of their refrigerators coming on and
9 off or --

10 **MR. HELD:** I mean, you'd be able to see at the
11 15-minute load data, you know, when they're consuming
12 more energy, but you would have no idea what appliances
13 or, or, you know, device in the home was driving that
14 increased usage.

15 **MR. SANTILLI:** The AMR meters at Progress
16 Energy and TECO only bring back a snapshot in time of
17 energy consumed over a period. It does not bring back
18 that interval data.

19 **MR. FUTRELL:** I've got a question. Mr. Held,
20 just to follow up, you mentioned that there could be a
21 device that communicates appliance usage to the meter.
22 Is that something that's currently offered? Is it
23 something that could be coming down the road where a
24 device inside the home on the customer side of the meter
25 is communicating appliance usage to the meter?

1 **MR. HELD:** With, with respect to the, the GE
2 meters that we offer today and that FPL has employed,
3 no. There is discussions in the SEP2 standard, which is
4 the ZigBee standard for home area networking, you know,
5 different types of communication between ZigBee devices
6 between like a refrigerator and an in-home display and
7 different devices like that. But that technology is not
8 in the GE meter that FPL has deployed.

9 **MR. FUTRELL:** And that raises a question of
10 about, and this might be more appropriate for the next
11 session but we'll go ahead and get into it now, about
12 potential for energy management programs that may allow
13 for the devices, the meters to be communicated with more
14 granularity on certain appliances. Is that something
15 that's being looked at? Is it something that could be
16 coming in the future? We've heard a lot about that,
17 that might be one of the benefits of the meters is, is,
18 you know, greater control. But then what are the
19 downsides of that as far as providing additional data
20 and the privacy of that data on actual individual
21 appliance usage patterns?

22 **MR. RUBIN:** Ken Rubin for FPL. I think if, if
23 I can take the first part of that. FPL had come to the
24 Commission -- I know I mentioned this, this docket
25 earlier today, it's the 110031 docket. And I would note

1 that in that docket in May of this year, May 24th of
2 2012, FPL filed its annual report on that residential
3 service dynamic price response pilot rate.

4 And let me just, for the benefit of those
5 that, that probably haven't seen this, let me just read
6 the introduction to this report. The residential
7 service dynamic price response pilot project is part of
8 FPL's energy smart Florida in-home technology project.
9 The purpose of the project is to study the technical
10 feasibility, customer acceptance, and energy impacts of
11 emerging smart grid enabled customer -- I'm sorry --
12 consumer technologies and dynamic pricing. In part, the
13 project will help FPL study how smart meter enabled
14 dynamic pricing combined with realtime energy
15 information and load reduction enablement impact peak
16 load and energy use.

17 This report is available publicly. This is
18 FPL's effort to study, I think, some of the things that
19 you, that you've asked about. In terms of the, the
20 privacy issues, again, I would separate it into the
21 cyber security part of it and the legal part. And I
22 know that we've all said it a number of times, but in
23 terms of the legal protection of the data, we view that
24 as the same type of data that we are currently
25 protecting that we would continue to protect.

1 **MS. TRIPLETT:** Dianne Triplett with Progress
2 Energy Florida. Currently we, Progress does not plan to
3 implement any type of program that would allow for smart
4 appliances to talk to the meter. But I wouldn't want to
5 rule it out because I think it could possibly prove to
6 be something useful to, in the future to, to reduce
7 energy consumption. But it seems to me that our, that
8 nothing would change much, like now nothing is changing
9 with respect to how we treat usage data. It would be
10 the same thing as far as information that was received.
11 Even if we did get information about appliances, it
12 would be kept private and secure in the same manner that
13 it was before and is currently now. I don't see any of
14 that changing. But, again, we don't have any current
15 plans to implement that.

16 **MR. SPANGENBERG:** Ted Spangenberg with Gulf
17 Power Company. And I believe the bridge to this came
18 from the, particularly a Zigbee device into the home
19 area network. And as you saw from the Sensus
20 presentation, the ZigBee bridge was an option in their
21 meters. Gulf Power did not elect that option. We do
22 not have that device in our meters today.

23 We mentioned the future potential and the fact
24 that Gulf Power has a very effective home energy
25 management program now called Energy Select, and there's

1 the possibility that, in fact, we're looking at the
2 opportunity of can we use the FlexNet network to help
3 expand the Energy Select offering. We anticipate that
4 that will always be an optional offering out there to
5 customers who want to select that. Right now it would
6 not envision one where the appliance is directly talking
7 itself to the meter, rather it's talking to a smart
8 thermostat or something like that. But in those cases
9 those customers would evaluate whether or not they think
10 that rate is beneficial for them, they look at what it's
11 going to do in terms of devices in their homes and radio
12 traffic within their homes, and they would then make
13 decisions on that and on what they saw about the
14 protection of the customer data.

15 I would echo what Progress Energy just said in
16 terms of how you treat any of that data, it's still
17 going to be treated with the same confidentiality.
18 It's, you know, that's still sacrosanct in our minds in
19 terms of protecting that information.

20 **MR. ASHBURN:** Bill Ashburn with Tampa
21 Electric. We have a program very similar to the Energy
22 Select program called the Energy Planner. They had
23 already copyrighted the name. We couldn't use it. For
24 a price they might have.

25 So our program works just like theirs. Again,

1 that's not a communication back -- through the meter
2 back to us about what happens. That's the thermostat is
3 smart. It gathers pricing information off of the meter
4 that we have on the house, and then it controls at the
5 customer's direction what, to control various
6 appliances. So there's no information coming back to us
7 about how that appliance acted. It's, it's all based on
8 just communication to it.

9 **MR. FUTRELL:** But are these energy management
10 programs that will give the utility more specific data
11 on customer appliance usage, will they be mandatory or
12 will they be voluntary on the part of the customer?

13 **MR. OLNICK:** Currently today we have a pretty
14 robust residential load management program in our
15 company, and I think we have close to 900,000 customers
16 who have voluntarily selected to participate in that.

17 The program that Mr. Rubin was referring to
18 was a 500 customer pilot in which we were evaluating
19 these, these new technologies. We've just recently
20 concluded that pilot. And, again, it was strictly a
21 voluntary program with customers who chose that. If, in
22 fact, some day in the future our customers like that
23 kind of technology and, and we chose to go down that
24 path, we see a very similar type structure and program
25 in place, which that would be strictly voluntary. And

1 whether the devices that were installed in the home
2 would -- if we could connect to them, that would all be
3 an exchange in a voluntary type program that we would
4 enter into with the customer.

5 **MR. REEVES:** Sorry. I'll amplify that for
6 Bryan. So our technology does support the ability for
7 the utility to send pricing signal information through
8 ZigBee to devices in the home, and that is utilized by
9 other customers. So none of the utilities represented
10 here today, but that is something that is in place today
11 that the current standards do support. All the programs
12 I'm aware of are all opt in, with the consumer choosing
13 to participate in that program and presumably benefiting
14 through reduced energy costs.

15 **MR. CLEMENCE:** Is that a one-way communication
16 or two-way?

17 **MR. REEVES:** It is a two-way communication.
18 So there is a message that gets sent from the utility's
19 back office indicating a pricing signal change, and then
20 that is acknowledged back to the utility so they're
21 aware that the customer did receive that notification.

22 **MR. FUTRELL:** Since we're kind of talking
23 about pricing as part of these programs, one of the
24 concerns we've heard from a lot of customers is that
25 there's a notion that the meters are going to introduce

1 the mandatory usage of time of use rates and it will
2 have a net effect of increasing their monthly bills.
3 Can you address how you see time of use rates developing
4 in the future? Will they be mandatory? Will they be
5 voluntary? Do you have time of use rates now that you
6 offer to customers? And how will the meters kind of
7 impact the potential for time of use rates?

8 **MR. OLNICK:** I'll start that one. Bryan
9 Olnick, Florida Power & Light. Today our utility does
10 have both residential and commercial time of use rates.
11 Those rates are, are voluntary to any customer and are
12 an option to any customer out there today, residential
13 and commercial. So whether there is a smart meter in
14 place or not, those time of use rates existed years ago
15 and have been voluntary.

16 In the future, if the smart meters, AMI meters
17 can offer any more features or functions where a time of
18 use rate may get modified for any reason, we foresee
19 that to continue to be a voluntary program.

20 I would add I typically don't like to refer to
21 other states, I won't name any in general, but I think
22 that there has been some reference that has happened in
23 the past where the timing of the introduction of a smart
24 meter project with a particular utility coincided with
25 the introduction of new time of use rates and that can

1 cause a lot of confusion.

2 I think I can tell you in our particular case
3 we did not introduce any new time of use rates. Our
4 time of use rates that have always been in existence
5 were maintained.

6 **MR. RUBIN:** And if I could just add to that.
7 Like, I think like any other rate, if FPL or the other
8 utilities for that matter decided to implement some time
9 of use rate relative to smart meters in the future, like
10 any other new rate or tariff, we would have to come here
11 to the Commission and seek the Commission's approval
12 before implementing any such rate.

13 **MS. TRIPLETT:** Dianne Triplett with Progress
14 Energy. Our -- we do have a residential time of use
15 rate but it is closed. But per the Commission's
16 request, we are required to offer that, that rate to
17 customers. But it is voluntary and would not be
18 required of a customer.

19 **MR. SPANGENBERG:** Ted Spangenberg, Gulf Power
20 Company. Certainly we do not currently envision any
21 type of mandatory time of use rate in the future,
22 particularly since our Energy Select program we feel is
23 much more effective in terms of putting equipment and
24 tools in the customers' hands where they make choices
25 about what they want to have operate in conjunction with

1 the Energy Select rate, which is itself a form of time
2 of use rate. We certainly don't consider anything
3 mandatory. And I think, as Mr. Rubin stated, certainly
4 anything, any new rate offerings like that would
5 certainly come before the Public Service Commission for
6 their approval and consideration.

7 **MR. ASHBURN:** Bill Ashburn with Tampa
8 Electric. So whether a rate becomes mandatory is in the
9 power of the Public Service Commission, not us. I'm old
10 enough, been around long enough to remember when we
11 started time of use rates as a result of the Public
12 Utilities Policy Act of 1978 and was later updated in
13 2005. This Commission decided way back then that it
14 would require us to offer time of use optional rates to
15 customers, which we all did at some point or another.
16 And so we all have mostly time of use options and not
17 mandatory.

18 The energy planner rate that I described, the
19 Energy Select rate that he was talking about are
20 optional rates. And I think we both have elected to
21 make that our optional residential rate in our last rate
22 cases and drop our otherwise applicable residential time
23 of use rate. They're not mandatory, we haven't
24 requested them to be mandatory, and the Commission
25 hasn't told us to make them mandatory. And it would be

1 up to the Commission to make it mandatory, not us.

2 **MR. CLEMENCE:** I would also ask a similar
3 question to Mr. Noel. Have the municipal utilities
4 taken up any discussions on, on making time of use rates
5 mandatory?

6 **MR. NOEL:** Absolutely not. We, we couldn't do
7 that, especially in a political environment. That would
8 be horrible. But we are talking about time of,
9 residential time of use because we already do have time
10 of use rates.

11 But as an option, not something I would do
12 because I need the air conditioning. But, yeah, that's
13 definitely something that's on the table for the next
14 year is trying to see what the benefits are for our
15 customers as well as the utility and, and seeing how
16 that would work in our environment. And other utilities
17 in our municipal sisterhood have residential time of
18 use, Tallahassee is one of them, and so far I haven't
19 heard any negative pushback anywhere.

20 **MR. CLEMENCE:** Have you seen since the
21 installation of smart meters any different -- has the
22 customer's attitude changed towards time of use rates?
23 Have you seen more customers asking for them or asking
24 to move from time of use rates?

25 **MR. NOEL:** I haven't, and definitely not

1 correlated against the smart meter implementation. We
2 have had more solar net metering but not time of use.

3 **MR. SAYLER:** Mr. Futrell, I do have a few
4 questions for either the utilities or the consultants
5 under the privacy aspect if I -- before you went further
6 along, I was just wondering if I could jump in here.

7 **MR. FUTRELL:** Certainly. And just, if you
8 would identify yourself. This is Mr. Erik Sayler with
9 the Office of Public Counsel, who is in a separate
10 agency from the Public Service Commission, and he
11 represents the consumers of the State of Florida. So,
12 Mr. Sayler, I think we can allow for a few questions to
13 make sure we have -- keeping in mind we'd like to get to
14 public comment as quickly as possible.

15 **MR. SAYLER:** Absolutely. My name is Erik
16 Sayler with the Office of Public Counsel.

17 Under the privacy aspect of data, who owns the
18 smart meter consumption data? And then the other
19 question would be, as a follow-up to that, I understand
20 from the discussion today that there's no plans to share
21 or sell that consumption data. But if that became
22 profitable in the future, which in other jurisdictions
23 there seems to be a move to either sell or share that
24 consumption data, would the utilities or the Commission
25 share an opt in or opt out approach for the sharing of

1 customer individual consumption data or aggregated data?

2 **MR. RUBIN:** Ken Rubin for FPL. Let me, let me
3 see if I can remember the questions.

4 The first, the first issue was the ownership
5 of the data --

6 **MR. SAYLER:** Yes, sir.

7 **MR. RUBIN:** -- I think, I think was the first
8 question. From FPL's perspective, we consider ourselves
9 to be the custodian of that data. We use the data for
10 utility purposes. But the data, thinking ahead and, you
11 know, for potential commercial purposes, the, the data
12 could be accessed by the customer. The customer could
13 ask us to provide that data to a third party if they had
14 some business need for it. We do not have the intention
15 of -- I don't know if ownership was the word that you
16 used, Erik, or not, but we don't consider ourselves to
17 be the owners of the data. We consider ourselves to be
18 the custodians of the data. We protect the data, as
19 we've talked about earlier, and no, no current plan or
20 thought about using it for commercial purposes for the
21 utility. Instead, if the customer wanted to, for some
22 future application, have it released, then they would
23 ask us to do that and we would do that. And I'm not
24 sure I caught the other question that you had.

25 **MR. SAYLER:** You pretty much addressed whether

1 it was an opt in or opt out where a -- if there was a
2 plan to sell it, would the customers have to voluntarily
3 opt in to allow that data to be sold or shared or what
4 not?

5 **MR. RUBIN:** Yeah. I think the customer would
6 be required to give us consent to do that.

7 **MS. TRIPLETT:** This is Dianne Triplett for
8 Progress Energy, and I agree with Mr. Rubin's statement.
9 We view ourselves as the custodians of the data. The
10 ownership that we have is that we own the
11 responsibilities to protect that data, as we've, you
12 know, stated previously.

13 And certainly if, if there was any sort of
14 market or opportunity for sharing the data, we would
15 absolutely require customer consent before releasing
16 that data.

17 **MR. SPANGENBERG:** This is Ted Spangenberg,
18 Gulf Power Company.

19 I'll offer a slightly different nuance. The
20 consumption data is our record of our service to that
21 customer. But, again, while we own the data, we believe
22 we own the data, it is strictly proprietary to that
23 customer. And as I mentioned earlier, we consider that
24 a sacred obligation to protect that proprietariness. So
25 any third party use would, you know, obviously would

1 have to take in that consideration.

2 **MR. ASHBURN:** This is Bill Ashburn of Tampa
3 Electric. I would only add to what was mentioned that,
4 you know, if the Commission asked for it in a public
5 proceeding or if Public Counsel was a part of that
6 proceeding and needed it for some purpose, we'd make it
7 available under confidentiality rules. So it's
8 available in that kind of regard in a regulatory
9 proceeding as well. But otherwise, it's, like I said,
10 it's their data and we don't release it to anybody
11 without their consent.

12 **MR. CLEMENCE:** And continuing with the theme
13 of security, what cyber security measures has the
14 utility taken to insure the security of the data
15 transmitted by the meter?

16 **MR. OLNICK:** Bryan Olnick, Florida Power &
17 Light. I know we had spent some, some time this morning
18 discussing the multiple layers of data encryption and
19 data security that takes place from the meter, data
20 security and encryption through the mesh network into
21 the collector or access point itself, encrypted all the
22 way back to Florida Power & Light, decrypted within our
23 offices, and then used within our systems.

24 We've had a lot of those discussions with our
25 technology providers and meter vendors today. I do have

1 with me also Roland Miller, who is the lead in our cyber
2 security portion of our company. We can talk a little
3 bit more about some deeper levels of cyber security
4 within the company if the Commission staff's question is
5 more focused on that level. If, if it is more on the
6 discussions we've already had, we can review those
7 discussions.

8 **MR. CLEMENCE:** I think I'm looking to find out
9 information. Are, are you guys testing the network and
10 are you receiving attacks? Do you, do you attempt your
11 own test of the system? Do you have third parties test
12 your network?

13 **MR. OLNICK:** If the Commission staff would
14 allow me, I'd like to introduce Mr. Roland Miller, and
15 he can address the tests that we do, third party tests,
16 penetration tests, and so forth.

17 **MR. MILLER:** This is Roland Miller with
18 Florida Power & Light. Yes, we do conduct third party
19 testing of, of our smart grid systems. Typically we
20 have one about every year. We track the results of
21 those third party assessments to ensure that whatever
22 findings were, were generated are closed at completion.
23 We also maintain a higher level of awareness of security
24 at enterprise levels. So besides the individual things
25 that are tested by third parties, we're also maintaining

1 a, the general cyber security of the entire system
2 itself using industry standard techniques, defense in
3 depth, ensuring that security is baked into the smart
4 grid system from the beginning, and validating that
5 those controls work on an ongoing basis.

6 **MS. TRIPLETT:** Dianne Triplett with Progress
7 Energy Florida. And similarly Progress Energy utilizes
8 applicable industry standards with respect to cyber
9 security and also the defense in depth architecture.
10 There's several standards that apply. We filed a pretty
11 detailed response to -- in your data request, so I won't
12 read it. But, you know, essentially there are
13 guidelines for smart grid cyber security, cyber security
14 procurement language, IEEE standards.

15 But specifically to your question about do we,
16 do we test, do we validate? Yes, we've invested in
17 third party assessments for validation to test the
18 security of the transmission of data coming from the
19 meter, both the MMR meters that we have currently and
20 then also thinking ahead to the commercial AMI meters
21 that are scheduled for the next year. We employ network
22 isolation encryption, device authentication, access
23 management, and then again the testing and security
24 monitoring.

25 You know, we also engage in threat monitoring

1 activities. To my knowledge, there hasn't been any, any
2 sort of event that has occurred with respect to, to
3 meters, but I know that we, we do monitor for such, for
4 such threats and such violations of the, of the cyber
5 policies.

6 **MR. SPANGENBERG:** Ted Spangenberg with Gulf
7 Power Company. Similarly, in our previous data response
8 included several things, and some of those have just
9 been mentioned by, by Progress Energy. And we are
10 currently working with DOE in terms of a walk-through
11 under their cyber security standards that they have
12 issued. Sensus, in its earlier presentation, described
13 all the measures that they have taken as kind of the
14 owner and architect, architect of the FlexNet system,
15 and them also being the first entity to obtain third
16 party certification of those cyber security standards
17 through Wurldtech.

18 In terms of monitoring, we constantly monitor.
19 And from an enterprise position, you know, there are,
20 I'm told, literally thousands of attempts to come
21 through our firewalls every day that are unauthorized
22 from an enterprise perspective and those are preempted,
23 prevented. Proof that it is working.

24 I'm only aware of one instance where someone
25 tried to hack into one of our, one of our tower units,

1 TGB network units, that we know that that attempt
2 originated somewhere in Taiwan. We have no indication
3 they knew what they were trying to get into. They just
4 saw a device out there and tried to get into it and that
5 was preempted and blocked. And so any type of thing
6 that's out there, you have all types of attacks all the
7 time. And I think the constant monitoring that we do
8 that is regularly done and the fact that, in fact, we do
9 know that these are occurring and are preempting them is
10 a demonstration that our cyber security techniques are
11 at work and are working as they should.

12 **MR. ASHBURN:** Bill Ashburn with Tampa
13 Electric. Our AMR meters are the same as Progress's MMR
14 meters, so the same technology is being applied to us as
15 far as the transmission of the data from the meter.
16 Once it gets into our system it's comparable to all of
17 us. We're constantly under cyber attack, all of us, I
18 think. I'm not sure if we have targets on our backs or
19 it's just whatever it is. But, so we are -- our IT
20 department, our cyber security experts are constantly
21 protecting stuff.

22 So the data comes off of these vehicles and it
23 goes into the system, and it's just as protected there
24 as it has been forever in all the types of customer data
25 that's in there. So it's, it's protected there.

1 **MR. FUTRELL:** Let me follow up and maybe this
2 will be directed to the manufacturers. But, okay, so
3 one of the things we've heard from folks is that there
4 could be people driving around with a laptop or some
5 other device and intercept the data that comes off the
6 meter before it reaches either the utility's vehicle, in
7 the case of a mobile network, or the mesh network that a
8 utility may have installed. So what's to prevent that
9 to happen where a customer, someone could intercept that
10 transmission between the meter and the utility's
11 infrastructure, whatever it may be, and allow that, that
12 person to see whether the customer is at home and what
13 energy consuming appliances the customer may be using at
14 that time?

15 **MR. MILLER:** All right. Roland Miller with
16 FPL.

17 The mesh network is, is constructed with PKI,
18 which is public key infrastructure certificates. So the
19 meters are -- communicate with the back office and
20 establish secure sessions. So the data itself is
21 encrypted.

22 Yes, people can drive by and intercept that
23 information, but it's going to be garbled to them, it's
24 going to be garbage because it's encrypted.

25 That's -- the possibility that they can

1 intercept it and keep it from being transmitted back to
2 FPL is very low. What they can certainly do is, is see
3 it going by because it is, it's radio frequency, it's in
4 the air. But that information is, is, is encrypted, and
5 that trust relationship is built off of industry
6 standard certificates.

7 **MS. TRIPLETT:** Dianne Triplett with Progress
8 Energy Florida. Similar answer, someone may be able to
9 get it, but because it's encrypted, they couldn't make
10 much sense out of it.

11 **MR. REEVES:** Don Reeves, Silver Springs. I
12 think the analogy that the Commission ought to consider
13 would be the equivalent of walking into Starbucks using
14 their Wi-Fi to do banking on your laptop or on your
15 phone. So, yes, if a malevolent Starbucks employee who
16 had access to the Wi-Fi router, they could probably see
17 that that traffic would flow, but they wouldn't be
18 actually able to look at your banking information
19 because the application you're using is encrypting all
20 that data.

21 So, likewise, when we're reading the meters,
22 when we're performing any sort of operations, those are
23 all encrypted or, or authorized and signed by
24 applications in the back office to validate the
25 authenticity of those messages. And there's various

1 mechanisms in place to protect against other types of
2 attacks which might be considered, like replay attacks.
3 So how can you prevent a valid message from being used
4 over and over and over again? There are mechanisms
5 built into our system that, that protect against that.

6 **MR. CALDWELL:** This is Wes Caldwell, Tampa
7 Electric.

8 Even with this information being encrypted
9 we've pretty much already established that there's no
10 personal information, customer information transmitted.
11 You have to remember that what we're really transmitting
12 is the consumption information which is readily
13 available on the front display of that meter.

14 So if you wanted to collect that information,
15 you could do just like we've done for 100 years and walk
16 through the neighborhood and look over the fence. So,
17 you know, we're going way and above -- it's, it's
18 benefiting us, we're looking to benefit the customer.
19 So, yeah, we could collect it with a laptop if you could
20 decrypt it. But, again, there are easier ways to get
21 the data if you really want it.

22 **MR. CLEMENCE:** And to our municipal utility,
23 do you have similar programs, and do our municipal
24 utilities have security staff that are monitoring their
25 network as well?

1 **MR. NOEL:** Yeah, absolutely. It varies from
2 municipal to municipal because we have different
3 systems. But for Ocala, for example, after it leaves
4 our, the mesh network, gets back to a field data
5 collector, it comes back transported on our fiber, on
6 city-owned fiber. So we control it from that point
7 also. It's encrypted at the base and it's encrypted or
8 decrypted back at the office to provide that information
9 on a daily basis.

10 And, again, great point, anybody getting that
11 information and if they were able to, which is
12 impossible to decrypt it, it's just consumption data.
13 It's not identifying, you know, your specific
14 appliances, whether you're home or not, it's not
15 identifying that information.

16 So we, you know, we've taken it a step
17 further. You know, somebody pointed out in one of their
18 power points earlier about all of these rumors on the
19 Internet. And, you know, we can't control the validity
20 of the information that's out there.

21 And one of things that came back internally
22 from our IT department to me was an article in *Computer*
23 *World* that smart meters hacked. You know, so I
24 researched that, and it stemmed from a Black Hat
25 conference in Vegas. A group put out a, a tool that

1 they were, they said, they claimed could, you can
2 connect it through hardware through your IR port of your
3 meter, you could actually read the meter that way.

4 And so we downloaded the tool because it was
5 free, it's on the Internet, and worked with our
6 manufacturer to test the validity of that, and it did
7 not succeed at any level the manual said it would
8 succeed.

9 So we, we are looking at these claims. We do
10 take cyber security very seriously across our entire
11 municipal network, and, and it's just -- these claims
12 are unsubstantiated when we've researched them.

13 **MR. FUTRELL:** Just a follow-up to maybe the
14 manufacturers. Is there any -- have you heard any --
15 done any research or seen anything where there could be
16 a cyber attack directed at a particular meter, or does
17 it have to go through the utility's, you know, the back
18 office system before it reaches the meter? Can
19 something be directed direct at a meter to potentially
20 shut off a customer's service or collect information
21 directly from that meter?

22 **MR. REEVES:** Don Reeves, Silver Springs.

23 Yeah. That's absolutely one of the threat
24 profiles that we are concerned about, and we do provide
25 technology to our customers to protect against that,

1 again through the encryption and authentication and
2 authorization of messages. And we go so far as to
3 consider what's the equipment that actually is being
4 carried by the utility personnel in their vehicles that
5 enables them to do their day-to-day work and what would
6 happen if that equipment were to be stolen. So we
7 actually have safeguards built in to protect against
8 that eventuality as well. So, yes, that's absolutely
9 one of the threat profiles that we do consider, and it's
10 designed into the system.

11 **MR. RUMMEL:** The same would be true for the
12 FlexNet technology. Further, if you had a population of
13 disconnect meters, those threat profiles also protect
14 from a command going out and literally turning multiple
15 meters on and off at the same time as well.

16 **MR. HELD:** And I'll just add -- Chris Held
17 from General Electric. The tool referenced earlier just
18 now, that was actually a tool directed at an individual
19 attack on one meter, just like you said. But it wasn't
20 through the network. It was through the optical
21 communication port on the meter. And so somebody could
22 certainly devise an attack by communicating directly
23 with one meter. To some points made earlier, it would
24 probably be easier to direct that attack using a
25 baseball bat and just take the meter off. But, you

1 know, you could direct an attack on an individual meter,
2 then you'd have to go house to house.

3 **MR. CLEMENCE:** We spent a little bit of time
4 talking about the transmission, but what about the,
5 actually the security of the meter itself? I have
6 received numerous articles from members of the public
7 that talk about instances of people being able to hack
8 into meters to slow the meter, speed the meter, turn it
9 on, turn it off, or even send false signals to
10 utilities.

11 **MR. OLNICK:** I think I was first at the button
12 on that one. Bryan Olnick, Florida Power & Light.

13 To this point in time we haven't found anyone
14 that's been able to hack into a meter. I think we've
15 just spent a lot of discussion on what that would take
16 and the capabilities and the encryption.

17 I would say though that smart meters, although
18 they have deterred many of the traditional kinds of ways
19 customers could alter their meter reading, since they
20 are electronic, they aren't susceptible to some of the
21 traditional ways customers could break into a meter.
22 Customers to this day still are trying to and are
23 breaking into even smart meters. Many times it's a very
24 serious and safety concern in ways they're trying to do
25 it, and I think customers will continue to do that.

1 The most -- the ways that they are doing that
2 though are not through penetrating from a cyber security
3 type approach. They tend to be a little bit more
4 creative than they have in the past. But they are truly
5 theft type conditions; they are stealing electricity.
6 And many times it is a matter of removing the meter and
7 altering or breaking into it and breaking into actual
8 components and maybe cutting something inside of it or
9 so forth. But we haven't found any situations where,
10 where theft is occurring and we actually have thieves
11 that are stealing electricity to be able to do that
12 through breaking into from a cyber standpoint.

13 **MS. TRIPLETT:** I have nothing to add for
14 Progress. That all sounds right to me.

15 **MR. SPANGENBERG:** I would concur with what
16 Mr. Olnick just stated. No, we've seen no attempts to
17 do it from a cyber perspective. Obviously they've
18 become ingenious, those who wish to steal from us,
19 ingenious about ways to do that. They've had to get
20 more ingenious because of the AMI and the smart meter
21 because of the types of alerts it now gives us. And so
22 typically those attempts now occur outside the meter
23 itself rather than through any cyber intrusion. And I'd
24 rather not describe the way they do that outside the
25 meter since we're in a public setting and I don't want

1 to give anybody any ideas about how to do that.

2 **MR. HELD:** Yeah. I'd just add that, you know,
3 throughout the history of metering there's been a
4 variety of ways to tamper with a meter and try and steal
5 electricity and energy usage. This isn't anything new,
6 and with the advent of smart meters there's actually
7 various mechanisms inside the meter to detect such
8 tamper and alert the utility for, you know, traditional,
9 I'll say mechanical types of tampering, as well as any
10 types of cyber tampering, there's ways to detect that as
11 well and alert the utility. And, you know, we continue
12 to work with AMI vendors such as SSN and the utilities
13 in efforts on how to detect and prevent those methods.

14 **MR. CLEMENCE:** All right. I guess transition
15 into the security of people's homes. We've seen
16 multiple news reports, both here in Florida and in some
17 instances some other states, of, of meter fires that
18 happened during the transition from a meter change out
19 program.

20 What, what assurances can be given to, to
21 customers to ensure that a change into a smart meter is
22 not going to cause them any, any damage to their home?

23 **MR. OLNICK:** Bryan Olnick, Florida Power &
24 Light.

25 As I mentioned earlier, we have to date

1 changed approximately 3.8 million smart meters. We
2 haven't had a single occurrence where the smart meter
3 itself has been determined to be the cause of the fire
4 itself.

5 Now, with that said, we have had a, an ongoing
6 proactive approach as part of our deployment, as
7 Mr. Rubin referenced earlier in a previous question, as
8 part of our project implementation and through an
9 agreement with the Public Service Commission to take
10 proactive steps when we are in the process of replacing
11 the existing meter with the smart meter.

12 And have -- I don't have the numbers in front
13 of me, but we have made literally thousands of repairs
14 on behalf of the customer to what is the customer's own
15 device, which is the meter can assembly, and we have
16 been very successful there. Albeit there have been some
17 situations where, whether it is a smart meter or a
18 non-smart meter, prior to our deployment and for
19 previous periods smart meter can incidences have
20 happened. And we take them very seriously, we always
21 will. But through the smart meter deployment we've had
22 very good success and a program to try and be proactive
23 to make repairs again on behalf of the customer to avoid
24 those kind of situations.

25 **MR. WOODALL:** This is Dan Woodall with

1 Progress Energy.

2 And I would just point out that we've been
3 using digital meters for decades. And the thing to
4 remember about the smart meter, it is a digital meter no
5 different than any of the other digital meters that
6 we've been using, simply with a com card added to that.

7 We've been watching the news reports as well,
8 and I can only speak to our experience with our AMR
9 rollout, and it's very similar to what FP&L was just
10 describing back in 2005, 2006. One of the key things to
11 be monitoring is if you're going in and you're changing
12 out legacy electromechanical meters that may have been
13 there 30, 40, even 50 years, that meter base may not
14 have been kept in prime condition. There's an important
15 kind of QA/QC inspection that needs to happen there.
16 What's the condition of the jaws, the sockets the meter
17 is going to plug into?

18 We found a number of incidents during that
19 meter change out where you had damaged meter bases, a
20 legacy meter base, a problem with the original
21 installation. It may have been damaged from the, from
22 the condition of it over the age as the meter was pulled
23 out. But there's an important inspection that needs to
24 happen there. If you're on top of your game with the
25 right process and your subcontractor, that can be

1 managed and managed in a way that's very, viewed
2 positively by the consumer.

3 And so I think the experience of the industry
4 with digital meters over decades and the experience of
5 utilities that have had that kind of quality control at
6 the time of meter change out, you know, I think it is,
7 you know, a very manageable situation. Obviously we
8 watch with interest, you know, the reports and want to
9 hear back from the fire marshal. But I, I rely
10 confidently on decades worth of experience with these
11 types of meters.

12 **MR. SPANGENBERG:** Ted Spangenberg with Gulf
13 Power Company.

14 And I would concur with everything that's just
15 stated. It is indeed unfortunate, as you've stated,
16 that the news reports characterize these as smart meter
17 fires. Because as you look at all those, as I have
18 looked at every one of those around the country that
19 I've seen, there has yet to be any instance of any fire
20 or any damage that originated from within the meter
21 itself. Every single one of these that I'm aware of
22 around the country that we've looked at and read into,
23 checked up on, called people, asked, it's a socket
24 issue. It's the customer's equipment issue, it is not
25 the meter. It would have occurred regardless of the

1 type of meter you were changing out. And, in fact, in
2 many instances, I mean, the fact that some of these have
3 popped up more so than normal is because a lot of meters
4 are being changed as we go to this new type technology.

5 In many cases, as the meter is being pulled,
6 the old meter pulled out, as was just referenced here,
7 and you can see from the condition of the lugs in that
8 meter socket, in some instances customers over the years
9 have added load and added load and added load in the
10 home, never bothered to change out the service entrance
11 at the meter socket, and you can see that there's
12 conditions. And, in fact, I would suggest to you that
13 the fact that we're going around doing a meter change
14 out has helped us identify these and in fact prevented
15 damage to customers' premises in many instances.

16 And so, as was stated, you go through an
17 intricate inspection process, you review those. Where
18 you find something that needs correcting before a new
19 meter is put in, we, like Florida Power & Light, as a
20 courtesy to those customers while we were there or while
21 we had the capabilities to do it, made some repairs that
22 otherwise was their equipment but we did this as a
23 courtesy to them because we care about our customers and
24 we're able to do it in these instances.

25 There are some instances where it was a

1 commercial establishment or a multifamily large gang
2 socket situation where we did require the property owner
3 to make that change themselves. It was just beyond our
4 means, and it was their equipment, it was theirs to
5 correct anyway.

6 So, again, I'd just like to reemphasize, it is
7 very unfortunate it's being characterized as smart meter
8 fires. These are not smart meter fires. They are
9 problems with sockets and those problems have been there
10 forever. We are helping discover those in many
11 instances. Because of the types of alarms that our
12 meters now give us, we can sometimes help prevent
13 customer damage beyond what it otherwise would have
14 been.

15 **MR. FUTRELL:** I guess, you know, what we've
16 heard from customers is absent the installation of the
17 smart meter, there wouldn't be this kind of -- this
18 wouldn't be introduced. If it was, the meter had been
19 left the way it was, this, you know, this change out,
20 while the problem may be on the socket, the wiring to
21 the socket on the customer side wouldn't happen.

22 So as these rollouts have happened, what,
23 particularly since Florida Power & Light is still in the
24 midst of their rollout, what efforts are done by the
25 utility to monitor the subcontractor who's making these

1 installations to ensuring that they're, you know,
2 following protocols and that they're identifying issues
3 with the customers' facilities and making the
4 appropriate changes or notifying the customer of changes
5 that need to be done? What kind of involvement does a
6 utility have in monitoring the subcontractor's actions?

7 **MR. CLEMENCE:** And to add on to Mr. Futrell's
8 question very quickly, are you using, while answering
9 that, electrical contractors to do these change outs?

10 **MR. OLNICK:** Bryan Olnick, Florida Power &
11 Light.

12 So, yes, for the majority of our residential
13 deployment we have, we have been using a subcontractor.
14 There's approximately 100 installers involved. They go
15 through a rigorous training. In particular, they go
16 through specialized training to identify during the
17 replacement process to look for exactly what conditions
18 may exist, how to handle them.

19 We actually have a subgroup of electrical
20 contractors, licensed electrical contractors on standby
21 so that when a condition is observed, they can be called
22 to task to do the replacements. Because of the volumes
23 that we are replacing, I don't have the exact numbers,
24 but I would venture to say that that probably happens
25 maybe ten to 12 times a day, which is a good sign that,

1 that those particular installers are doing their job and
2 looking for and finding and reporting.

3 We do a significant quality check as far as
4 our staff and my staff doing periodic reviews,
5 unannounced field visits, site visits, and we do review
6 all of the, all of the repairs that take place to make
7 sure that they were warranted and done properly. And,
8 again, as I said, as identified by one contractor and
9 then repaired by a separate licensed electrical
10 contractor.

11 **MR. CLEMENCE:** And the other utilities?

12 **MR. WOODALL:** Yeah. I can speak from our
13 experience with 2005, 2006, very similar to what FP&L
14 characterized. And we have similar plans for the much
15 smaller in scope 83, 84,000 rollout of AMI meters to the
16 commercial accounts.

17 **MR. SPANGENBERG:** The steps that Gulf Power
18 took as we did our deployment was similar.

19 I guess I would add one other note to the
20 aspect of, as Mr. Futrell mentioned, well, you know, if
21 it weren't for this, my meter would have been left alone
22 and it wouldn't have been a problem. I'll tell you that
23 was a problem waiting to happen. The next time that
24 meter came up for a sample meter test or for a
25 disconnect or anything else that came up for any other

1 kind of reason, that was a problem waiting to happen.
2 We simply helped find it in a controlled environment
3 using trained people and were able to help resolve the
4 situation.

5 **MR. CALDWELL:** Wes Caldwell, Tampa Electric.

6 We've done several surveys as part of the
7 Southeastern Electric Exchange over the last few years
8 which asked questions about hot sockets and bad sockets.
9 And basically what the results of those survey said,
10 reported were that between six-tenths of a percent and
11 1% of all the meter sockets in service today have some
12 issue.

13 And just as, as my colleague from Gulf Power
14 said, they're like a sleeping dog waiting to be woken
15 up. And it doesn't matter if we're there to do a
16 mandated meter test for a high bill complaint, or there
17 on a random sample to, you know, check the accuracy of
18 those meters, or a periodic change, we're going to have
19 an issue, we're going to identify that issue. We're
20 identifying more right now because of the meter change
21 outs that are occurring, you know, throughout the
22 industry, but the problems are still there.

23 And as far as contractors, Tampa Electric has
24 finished our residential change out to AMR meters. We
25 did it all with our own personnel; there were no

1 contractors involved. And that was really the reason it
2 took us so long to do it is we did it in-house.

3 **MR. CLEMENCE:** And to our manufacturers, what,
4 what safeguards are built into, into the meter that if
5 the meter is starting to get hot, to provide some
6 assurances to, to customers?

7 **MR. RUMMEL:** The Sensus technology is
8 releasing some new capabilities that will be available
9 soon, the Sensus temperature, and will have the ability
10 to operate on a threshold to operate a disconnect for
11 those disconnect type meters to disconnect service and
12 send an alarm and allow some investigation to occur when
13 those situations happen.

14 **MR. CLEMENCE:** And our other manufacturers?

15 **MR. SANTILLI:** Lou Santilli with Itron.

16 The MMR meter, the first indication is a stop
17 in communication. And as Arlin said, for the future AMI
18 meters, there are sensing technologies being put in for
19 temperature to understand what's, what's going on under
20 the glass.

21 However, the key here is to remember, as the
22 utility colleagues have mentioned, it's not a meter.
23 It's below the meter base. So that meter base can
24 actually be well below any of the sensing, any of the
25 things that are happening. So it is an infrastructure

1 problem, not a meter-generated issue. Thank you.

2 **MR. HELD:** Chris Held from General Electric.

3 Similar to my colleagues here, the meter does
4 have a temperature sensor in it. That was not designed
5 to detect hot sockets. We work with the utilities to
6 try and use that as an advanced warning along with other
7 methods such as, you know, power getting disconnected
8 with the AMR device. There are no standards around, you
9 know, hot socket detection for the meter. There are
10 some safety standards to make sure that, you know, the
11 insulation characteristics and the flammability
12 characteristics are such that the meter won't create a
13 fire hazard. And as the utilities stated, the meter
14 hasn't been the cause of any fire hazard. It's, it's
15 more the victim, I guess, right now of, of some bad
16 press.

17 But we are working to try and take advantage
18 of the fact that we do have a smart meter there so that
19 it can be, the issue can be detected and mitigated in
20 advance of property damage that you wouldn't have if you
21 had put in another electromechanical meter where you'd
22 still have the same condition happen.

23 **MR. CLEMENCE:** And I guess one more
24 technology -- oh, I'm sorry.

25 **MR. REEVES:** I'll just add, again, we don't

1 make meters, but to the extent that our network card is
2 inside of meters that have temperature sensors, then we
3 pass the alarms up. That's been the capability that's
4 existed from inception.

5 We've also worked with some of our customers,
6 some of them for multiple years, to actually leverage
7 the temperature sensing equipment in the meter to bring
8 that, those temperatures back and allow the utility to
9 decide which, which service points warrant further
10 investigation. So that's, that's a mechanism already in
11 place today.

12 **MR. HELD:** Yeah. I'd just echo that, that we
13 are aware of certain utilities using that. And, you
14 know, I've personally received pictures where they've
15 gone out to the installation and saw that, you know,
16 they were able to proactively correct, fix the socket in
17 advance of the fire occurring because of the alerts in
18 the meter. So that has -- we're going to get better at
19 it and it's unfortunate when it happens, but it's, it's
20 something we're proactively working on with, with the
21 utilities.

22 **MR. FUTRELL:** I have a question, Walter,
23 about, along these lines, whether or not the meter is UL
24 approved. We've heard from some customers raising this
25 issue about what, what the role of Underwriters

1 Laboratory and their review of the meters or the
2 transmitters. Can the manufacturers kind of give me a,
3 answer some of the customers' questions about the role
4 of Underwriters Laboratory with the meters, if there is
5 one?

6 **MR. OLNICK:** This is Bryan Olnick, Florida
7 Power & Light.

8 I'm actually going to punt this one to GE
9 since they are the actual meter manufacturer. But just
10 to put a little front end onto it, UL is really in place
11 to test consumer devices in the home: Radios, TVs, and
12 so forth. There are certain other standards that you've
13 heard mentioned today, ANSI standards and so forth, that
14 really govern the overall standards that are set for
15 testing for utility type equipment, for military and
16 utility type equipment. And so UL really is applicable
17 to meters, but I'd really prefer to just punt that one
18 to GE and they can get in a little bit more detail.

19 **MR. HELD:** Chris Held, GE. You know, UL
20 doesn't have jurisdiction in the matter of meter safety.
21 It's outside the jurisdiction. But they did release
22 Subject 2735 a couple of years ago, which was their
23 attempt at a draft standard for, for meter safety.

24 The, the way that the industry works is, as
25 we've been directed by NIST, is, you know, all standards

1 that apply to metering need to be developed through,
2 through an open forum. It's a collaborative standard
3 creation and, you know, Subject 2735 has not gone
4 through that process. It was something that UL
5 generated by themselves and it has not been accepted by
6 NEMA or ANSI to date. So we have had many discussions
7 with UL about Subject 2735 and are working with them to
8 make that something that could be more pertinent. But
9 at this point in time, UL doesn't have jurisdiction
10 with, with regards to meter safety.

11 And if you look at the tests in UL 2735, I
12 would say there's probably, without an exact number, you
13 know, roughly 80 to 90% overlap with the existing
14 standards in ANSI already today. And we've actually
15 used UL to perform verification of compliance to the
16 ANSI standard on our meters, and UL has found our meters
17 to be in compliance with the ANSI standard.

18 **MR. SANTILLI:** Lou Santilli with Itron.

19 I concur with Chris, that's exactly how we do
20 the same business. We have UL standards that are for
21 flammability. All material on the meter is UL 94 rated
22 so it doesn't sustain a flame, but there is no other UL
23 standard that governs the meter.

24 **MR. CLEMENCE:** I have one more technology
25 question that I've got. The power used to power both

1 the transmitter and the meter itself, is that coming
2 from in front of or behind the meter, and is that a
3 decision that is a manufacturing decision or is that
4 something that could be changed by a utility?

5 **MR. SANTILLI:** Lou Santilli with Itron. That
6 power is coming before the meter off the utility side
7 and calculated in the utility's line, line losses.

8 **MR. RUMMEL:** That's the same for the Sensus
9 iCon meter.

10 **MR. HELD:** It's the same for the GE meter, and
11 the amount of power that the meter can draw is actually
12 regulated in the ANSI C12 standard.

13 **MR. CLEMENCE:** I'm not sure about the rest of
14 my colleagues, but I think I need a five-minute stretch
15 break. I have 3:00. If we could all return promptly at
16 3:05 to make sure that we can get finished up here and
17 get to public comment as quick as possible. See you
18 guys at 3:05.

19 (Recess taken.)

20 All right. While everyone is finishing up
21 getting to their seats, I'll go ahead and pose the first
22 question and we can start going down.

23 Should an alternative to smart meters or an
24 opt out be, be offered, what are the cost components of
25 metering that, that service for that customer who is now

1 going to be receiving service with a, a different meter?

2 **MR. OLNICK:** Bryan Olnick, Florida Power &
3 Light.

4 The significant cost components of metering
5 services included in customer rates today are primarily
6 the cost of the meters along with the operational costs
7 associated with meter reading and the field services.
8 And if you want some more detailed examples, I could
9 give you some more.

10 **MR. CLEMENCE:** And what costs would be
11 incurred by the utility to, to offer an alternative?
12 And if you have a, a cost you could give us, that would
13 be great as well.

14 **MR. OLNICK:** I don't have a cost because there
15 are many variables. Certainly the number ultimately of
16 customers that may choose to have an alternative, their
17 location. There's just too many variables right now to
18 determine what that cost could be. But I could give you
19 an example of some of the components I think that would
20 go into determining what that cost would be.

21 First of all, you would have some major
22 modifications to the customer service information
23 system. That way we could properly track and process
24 accounts for those specific customers, again being able
25 to identify them and track them appropriately. The

1 enrollment process, we would have to develop a process
2 through the care center, through the Web, through all
3 the channels we would have to allow all opportunities
4 for all customers to take whichever method they'd like.

5 Certainly the, the manual field visits to the
6 meter itself to do whatever work is needed to either
7 remove, replace, whatever would be involved there.

8 There would probably be some special billing processes
9 that would have to be put in place, special collection
10 processes that would have to also be put in place,
11 special meter testing that would have to be put in
12 place. We have, we have a requirement to do statistical
13 test sampling of all of our meter types every year.
14 This would again require even more -- an additional
15 test, testing.

16 We currently have in place today capabilities
17 to utilize pinging and sending signals to the meter to
18 verify if it's in or out of service. We would have to
19 alter our outage and restoration processes and put in
20 some unique and special processes for those customers
21 that we would not have that capability to do.

22 Our network itself would require some
23 augmentation to fill in gaps and certain equipment that
24 might be required additionally to supplement where
25 certain meters may have been in place or should have

1 been in place to actually supply the capabilities of the
2 mesh network. Do you want me to pause for a minute?

3 Costs for whatever the process would be for
4 maybe a future customer that would be moving in and
5 would require a smart meter or would want the smart
6 meter. Field visits for connection, disconnection,
7 reconnection. So there are a lot of processes and
8 procedures, systems, people that would be required for
9 an alternative. Those are just some examples.

10 **MR. FUTRELL:** Mr. Olnick, could you -- I think
11 you offered to go through kind of currently what are
12 some of the categories and subcategories in more detail
13 on current, what costs are included in current rates.
14 And could you identify kind of what does a customer
15 currently pay in their rates for metering services, and
16 then if you could go into those subcategories you, you
17 offered.

18 **MR. OLNICK:** I can. So in, in the specific
19 components of meter services today, some of the things
20 that, that would be included in, in that part of your
21 base rate, which is for metering services, would be for
22 the physical meters themselves and whatever
23 infrastructure would be required for them.

24 The actual meter reading operational costs,
25 those could be -- since we are still in the middle of

1 the process, those could be things like meter readers'
2 vehicles, or it could be other technologies that
3 wouldn't require those.

4 The telecommunication costs, again, if you're
5 not requiring manual meter readers, the
6 telecommunication costs, meter can repairs, meter
7 testing and associated technologies. Again, whether
8 you -- depending on the meter types and the various, and
9 the different volumes of meter types, there is meter
10 testing that's a part of that cost. Disconnect and
11 reconnect for nonpayment, field meter expenses for move
12 ins and move outs, revenue protection activities used to
13 identify theft conditions and so forth, all of that is
14 kind of embedded in the overall cost for meter services.

15 **MS. TRIPLETT:** Dianne Triplett for Progress
16 Energy Florida.

17 In the interest of time, I'm not going to
18 reiterate because he did an excellent job of setting
19 forth. The only thing perhaps that I would add in terms
20 of what's currently in customer rates, he may have said
21 it but I didn't hear it, it's just the maintenance of
22 the meters themselves, which probably goes along to the
23 testing and other types of activities.

24 And one question I think that you asked,
25 Mr. Clemence, at the beginning, I just wanted to -- I

1 think you asked should an alternative be offered? And
2 from our view, our view, this is more of a policy
3 question, because I think you've heard a lot of, of
4 presentation and information that states that there is
5 no technical basis upon which a smart meter should,
6 should, smart meters should not, AMI meters should not
7 be used to measure electric consumption. And so it's,
8 there are no EMF effects, there's sufficient safety
9 measures, they're secure, they're private, and so really
10 it would be a policy determination as to whether to
11 offer an alternative.

12 And I agree as well that there are a number of
13 factors that are just not known to us at the time,
14 currently, so that we are unable to offer a specific as
15 to what that alternative may cost. But we would
16 absolutely agree that should an alternative be offered
17 or required, that customers wanting that alternative
18 should, should pay for that so that the rest of the
19 customers are not subsidizing.

20 **MR. SPANGENBERG:** Ted Spangenberg with Gulf
21 Power Company.

22 I guess if you want to take up the more
23 general question first, we would agree with the
24 statements just made by Progress Energy. Should one be
25 offered? We know of no technical reason to offer one.

1 We realize the anxiety that some customers are feeling;
2 we want to be sensitive to that. But when we look at
3 the total numbers of those that involve, at least for
4 Gulf Power Company, far less than one-tenth of 1%, I
5 don't know of any other tariffed or fee-based
6 accommodation that we make for such a small percentage,
7 as opposed to undergrounding where you may have 20% of
8 our customers opting for underground and some things
9 like that. You just don't have the basis here for that,
10 particularly when there's no, again, no technical reason
11 we can find for that.

12 The types of costs that are currently included
13 in our rates would be very similar to things just
14 described. Those are all there.

15 As to the cost of an alternative, I think one
16 key component that I'd like to throw into what they said
17 is, is the type of alternative that is in fact
18 prescribed. There's a whole wide gamut. And, again, we
19 don't think any of them are necessary, all the way from,
20 for some reason unknown to us, somebody would insist on
21 us going back to an analog meter when we've heard here
22 today we've been using electronic digital meters for
23 decades, all the way from perhaps using the same meter
24 we have today with just the radio disabled, you know,
25 except at the time that you need to take a reading for

1 monthly billing.

2 And so when you look at that wide range of
3 alternatives, it's impossible to say what those costs
4 would be until you, we know what the alternative is.
5 And as I already stated, the number that would want to
6 ascribe to it and the geographical dispersion. And,
7 again, there are going to be many processes,
8 particularly when you're dealing with such a very, very
9 small, minute fraction of our customers, of processes
10 that are going to occur that you're going to have to
11 change as an indirect consequence of this for which
12 you'd never be able to really tabulate those costs and
13 that the rest of the general body of ratepayers is going
14 to have to bear.

15 **MR. FUTRELL:** Mr. Spangenberg, if I could
16 follow up.

17 And I think we've heard about issues earlier
18 where you talked about undergrounding and changing the
19 location of a meter. How does -- can you help me
20 understand how customers who request those kind of
21 changes, you know, they may wish to have service
22 undergrounded or relocation of a meter and, well, for
23 example, overhead may be more cost-effective and cheaper
24 but the customer wishes to have underground. There's a
25 provision for them to pay that. How is that different

1 from these customers who don't want these, the smart
2 meters?

3 **MR. SPANGENBERG:** Okay. I would make two
4 distinctions. One is typically with underground there's
5 something else that's come to play. The neighborhood
6 has said we want to be an underground neighborhood or
7 the developer believes that there's a cost impact, that
8 he can make more money off of selling his lots if he
9 offers underground. Some people, you know, ascribe a
10 difference obviously in system reliability to having
11 underground versus overhead. And, again, some of them
12 might need a service pole moved because that is a lower
13 cost alternative to them of where they want to put their
14 driveway and now they want to put it here. And I'd
15 suggest to you that an alternate meter service point is
16 in fact already available to customers now because we've
17 had enough that ascribed to that type of alternative
18 that we have systems and processes in place to do that,
19 and it doesn't have this trickle effect of impacting all
20 of our billing systems. We do that one time. We charge
21 those costs up-front and it's taken care of.

22 If you now -- and the other distinction I make
23 is again the number. Again, a much higher percentage of
24 our customers, much more instances of those types of
25 alternatives being desired by our customers than what

1 we're dealing with here. And so it's much more cost
2 efficient to take and have those alternate processes in
3 place when you're doing it for thousands a years as
4 opposed to, you know, a hundred or perhaps less at one
5 time.

6 And so I would make both of those
7 distinctions. In those other cases there are other
8 typically cost identifying or service identifying
9 reasons, technical reasons why they might want to have
10 those other alternatives. And, in fact, I would repoint
11 out, just at the, at the risk of being, of saying it too
12 many times, is that changing that meter service point,
13 which can be done without cost impact to other
14 customers, would still in fact be an option here.

15 **MR. FUTRELL:** I guess what if you have a, what
16 if you have a body of customers that may number 25,000
17 who wish to have some alternative? Is that -- is there
18 a point at which you, like, for example, you're saying
19 your utility has a few hundred or, you know, some small
20 number. What if you have 25,000? Does that raise it to
21 another level where you'd have to --

22 **MR. SPANGENBERG:** It would certainly raise
23 that to, I believe it would certainly raise it to a
24 level for us because now you're getting some economies
25 of scale with numbers, with costs, with processes, with

1 billing processes, with meter testing, with meter
2 warehousing, you clearly get into some different
3 questions in terms of economies of scale and what is
4 practical from a standpoint of trying to ensure that the
5 rest of the general body of ratepayers who do not want
6 that option are not having to unknowingly bear some of
7 these other costs. There clearly is an economy of scale
8 aspect to this, and we don't believe, from what we've
9 seen, that Gulf Power is at that point with this
10 concern.

11 **MR. ASHBURN:** Bill Ashburn with Tampa
12 Electric.

13 So I'm the rate guy up here; right? I do
14 rates and cost of service, you know, in my off hours.
15 So the costs you're talking about, these, these rate
16 billing costs are all called customer costs, and so
17 they're classified as customer in the cost of service
18 and they're usually recovered through the customer
19 charge. So all of us, to the extent our rates have been
20 cost-based, all these costs are in the customer charge.
21 So it's a component of that customer charge that the
22 customers pay is the metering costs. What percentage it
23 is probably is different for each of us. It just
24 depends.

25 To the extent that you're asking which ones

1 are in, they're all in. There's nothing that's being
2 recovered somewhere else. They're all through the base
3 rates and summary card.

4 The point he brought up is absolutely
5 excellent, that's what I was going to bring up. It
6 really depends what the option is. Are we going to have
7 one option that we get to choose? Is there an option
8 that you're going to tell us to have? What -- how much
9 capability are we going to have to have? Is it the same
10 as we have now or more? Is it going to change over
11 time? For those of us who have gone down the AMI route
12 and are going to be starting to provide 15-minute
13 billing data for residential consumers and they've got
14 500 customers who don't, are you going to eventually
15 say -- the Commission is going to say, well, I want that
16 type of discrete data for even the customers who opt
17 out. Now that's a huge cost to go figure out how to do
18 that on a matter that doesn't include some sort of a
19 communications device that has RF as part of it. So
20 those costs could go through the roof. It just depends
21 on what the option is on what costs to tell you it is.

22 Around the country, a lot of Commissions are
23 looking at this kind of thing and the rates, the costs
24 are flying all over the place.

25 And just the other part that he brought up is

1 very important. To the extent that you make the cost
2 that's imposed small, that encourages more and more
3 people to do it. It's sort of a self-fulfilling
4 prophecy, right, and it sort of defeats the purpose.
5 The purpose is to get this data to make it beneficial
6 for the system. And if you make the cost to do it low
7 and more people do it, you're going to lose the benefits
8 of having done it, putting in AMI and so forth.

9 So, but if you only, if only a few people are
10 going to be opting out and you give them a full cost
11 basis, it's going to be a very high cost because we're
12 going to have to do very discrete, specific things for a
13 very small subset of customers. That always ends up
14 being very expensive. So it really depends, the two
15 things are what it is we have to do as an opt out and
16 how many people are going to elect it.

17 But we go back to what we all have said, I
18 think, is that to the extent you, you mandate that we
19 have an opt out option and someone is going to elect it,
20 they ought to pay the full cost. Otherwise, they're
21 being subsidized and all the other ratepayers will be
22 losing the benefits of the system that we're putting in
23 having to subsidize the cost of the people who choose
24 not to participate in it.

25

1 **MR. CLEMENCE:** All right. Thinking ahead to
2 tomorrow, when I get asked by the third floor here what
3 kind of costs am I looking at as a potential opt out? I
4 understand you guys have all given me the indication
5 that you can't really give a number. An order of
6 magnitude, a range, any sort of idea of where the costs
7 might be? And if you need to identify a scenario to do
8 that, I would be okay with that, as well.

9 **MR. ASHBURN:** I've been talking to other
10 companies around the country who are doing this. And
11 the range is anywhere and up. You have probably heard
12 it, as well. I think 10 to \$50 a month for residential
13 consumers. It's a wide range, and it depends on what
14 you're being told to do and how much subsidy is being
15 mandated.

16 **MR. OLNICK:** I'll probably try to answer that
17 one a little bit differently and kind of give you a
18 different number. Again, it depends on a lot of
19 variables. It depends on what solution would ultimately
20 be agreed upon, numbers and so forth. And it would also
21 depend on the time period that you would set to recover
22 the costs, how you would design the charge itself as far
23 as how you would spread how much would be in a one-time
24 charge, how much would be a recurring charge on a
25 monthly basis. There are just so many options there,

1 and I think we have seen many options out there.

2 So the point, though, is it does need -- the
3 customers that are perfectly fine with the smart meter
4 should not be paying that additional cost. They should
5 not be burdened with that. I'll give you an idea of a
6 magnitude. If I was to look at all the different costs
7 that I have mentioned associated with systems,
8 additional people, additional processes, and sustaining
9 that for a long period of time over some multiple years
10 of having to recover those costs, I would say that that
11 total cost for a customer could be in excess of a
12 thousand dollars.

13 Now, that is a number that you would have to
14 use to say, okay, how do I take that and distribute that
15 over what period of time, over how much per month, how
16 much per single time charge. But to look at everything
17 that would be involved to put all of those systems and
18 technology in place, I would use that as an order of
19 magnitude.

20 **MS. TRIPLETT:** Dianne Triplett with Progress
21 Energy. And I don't want to give you a number. And I
22 apologize, I feel and empathize with the position that
23 you are in, but I don't want to just do what essentially
24 will be throwing a dart at a board.

25 But what I will say is that it may be a

1 combination of not just a monthly charge, but also an
2 initial charge. Because, you know, I think some folks
3 are willing to, yes, I want an alternative, but then
4 when it comes to, you know, show me the money, so to
5 speak, then there may be some reluctance. And so I
6 think perhaps an up-front charge would really show,
7 okay, I'm really dedicated to actually having this
8 alternative. But as far as what that would be, I can't
9 really even give you even a range.

10 I would also say -- and this just adds to the
11 confusion, but I think because it is so dependent on how
12 many people you have to spread out the costs, I can't
13 remember, but one of the presentations showed that based
14 on some research that of the initial amount of people
15 who say I want an alternative, and I want to be put on
16 the end of the list and defer, once you introduce a
17 charge, you know, some number of those folks are going
18 to say, nah, no matter what it is, I'm really not
19 interested anymore. I will just go ahead and have the,
20 you know, whatever, the AMI.

21 And so you may even have to -- I don't know if
22 is a sliding scale or something to basically take into
23 effect that the number of people who initially say yes,
24 and you base that calculation on those people, there may
25 be other -- there may be customers who say I change my

1 mind. So then you have costs that are now not being
2 allocated fully. Do you have to increase the charge?
3 It just adds to the complexity, but I just wanted to
4 note it.

5 **MR. SPANGENBERG:** I'll have to take a similar
6 approach, Gulf will -- this is Ted Spangenberg with
7 Gulf -- as Progress has just taken, and that is I don't
8 have any idea, because of not knowing the type of
9 alternative or the range, to be able to offer a cost.

10 I would agree with what was just stated in
11 terms of the structure of a cost. I do believe there
12 ought to be some kind of up-front fee, because someone
13 might say I want to opt out and I want to opt out
14 forever. And lo and behold, they are on for six months,
15 and now if you try to structure all the monthly charge,
16 the rest of the ratepayers are stuck, and our
17 stockholders are stuck in some sense as ratemaking
18 occurs.

19 So I do believe there should be an up-front
20 charge, and then some type of monthly charge. And I
21 believe what is used to calculate those should be a very
22 conservative estimate of the number of takers that you
23 will have. I also saw the presentation early this
24 morning that reported as many as -- that the drop rate
25 had dropped to 50 percent of expected. What I have

1 seen, as I recall, and I'm sorry I can't provide a
2 citation, was much less than 50 percent who originally
3 were on a list, and then who ultimately said I want to
4 sign up. It was down much less than 50 percent. So I
5 would think we would have to be very conservative about
6 how many are going to take it, set the costs based on
7 that. And then there is always the opportunity -- do
8 you have more take it than you expected, there is always
9 the opportunity the refund something. But that's really
10 all I can speak to as structure. As to a level, again,
11 it is so widely dependent. I'm sorry, we just can't
12 provide an answer.

13 **MR. CLEMENCE:** Mr. Noel, I have seen recently,
14 and you mentioned it earlier, that Lakeland is looking
15 at the potential of an opt-out. Are you aware of what
16 kind of costs or how they are going to recover those
17 costs and distribute them?

18 **MR. NOEL:** I am not. We have also been
19 looking at what it would take to do that. And Ocala at
20 least agrees with Progress and Gulf about there are way
21 too many variables out there to determine or nail down a
22 cost. A customer could have the option of moving their
23 service point to the end of their property, or there is
24 an option where we could change the meter with a non-RF
25 meter that is ethernet capable, or POT line, telephone

1 line capable, and there would be a minimum cost, but
2 there would still be a cost. But those are the types of
3 variables, outside of the back office stuff, where we
4 would have to keep track of everything.

5 To really summarize, you know, we do agree
6 with Progress and Gulf on what they said. But to
7 summarize it, the rate for whatever this is, for
8 whatever decision is made should be based on the full
9 cost of providing that service that is requested by the
10 customer.

11 **MR. CLEMENCE:** And to a point that was just
12 brought up, I'll ask a couple of the questions here to
13 hopefully expedite things a little bit. You just
14 brought up a wired option. Did the utilities look at
15 the possibility of having a wired option for their
16 customers? And also at the same time, how would an opt
17 out affect the cost-effectiveness of the program that
18 you guys already have on the ground?

19 **MR. OLNICK:** I'll start that one off. Bryan
20 Olnick, Florida Power and Light. As I mentioned in my
21 presentation earlier, Florida Power and Light strongly
22 believes that the smart meters are the right selection
23 and the right technology to provide operational
24 efficiencies and customer benefits today. Clearly
25 having an alternative would negatively affect the

1 cost-effectiveness.

2 And as far as the second question, you had
3 asked about a wired solution. I believe we may have
4 responded to a questions earlier, I'll have to get you
5 the details on that, that was a request. But Florida
6 Power and Light uses multiple technologies, depending on
7 what systems are involved; distribution, transmission,
8 customer service systems. We use wire solutions,
9 ethernet solutions, wireless solutions, microwave
10 solutions, satellite solutions, all depending on what is
11 the best technology to be applied for that specific
12 solution.

13 We evaluated at Florida Power and Light for
14 many years multiple solutions for smart meters. We
15 evaluated wireless, wired, and we looked at all the
16 solutions to make the right technology choice for a
17 communication medium for smart meters. And in addition
18 to that, we had a third party help validate what would
19 be the best selection for a solution for our smart meter
20 project, and the wireless mesh technology was ultimately
21 the best selection for that.

22 We have done a considerable amount of analysis
23 anytime we look at different kinds of technologies. We
24 have looked at wired technologies for smart meters. We
25 have look at fiberoptics for smart meters. And, quite

1 frankly, the costs for those are fairly exorbitant.
2 That would be a factor of probably ten times the cost of
3 installing a wireless type technology. Installing wired
4 technology to 4.6 million homes would be very lengthy,
5 very intrusive to either hang wire, phone line, fiber,
6 or bury phone line and fiber to every house. It would
7 take a very long time to do, and it would be very
8 costly.

9 **MR. WOODALL:** This is Dan Woodall with
10 Progress Energy. Just a couple of things to think
11 about. It really depends on what you mean by a wired
12 option. Here is a couple of things that we have thought
13 about, and one is it has been mentioned earlier a
14 customer provided dedicated phone line. The consumer
15 self-provides this to the local Bell exchange.

16 I mean, it has the nice benefit of directly
17 linking a major portion of the incremental expense
18 directly to the customer. However, there are some
19 back-office impacts, infrastructure impacts that have
20 already been discussed by others that need to be taken
21 into account, as well. So there would be some
22 incremental fee associated with that, as well.

23 Systems would have to be architected to
24 provide that alternate path into the data network, data
25 management systems. But in addition, this approach

1 makes the automated reading dependent on a customer
2 maintaining, you know, a phone bill now in good standing
3 with the local Bell exchange. And so you would lose a
4 little bit of the integrity of that process.

5 Disconnected lines would mean manual estimated
6 reads. You know, potential bill and credit collection
7 issues and progressive escalation that might result in
8 you disconnecting it that way and resetting going back
9 to a wireless approach. So there are some complications
10 with that. However, I would want to point out that
11 Progress Energy in its Carolinas jurisdiction has a
12 little bit of experience with this. It predates -- like
13 most of the things we have talked about, it predates the
14 smart meter era and the smart meter concept.

15 There was an accommodation for accounts that
16 did not want a manual meter reader coming around their
17 property, and this was previously driven by large
18 industrial farming. If you think about hog farms and
19 chicken farms, sometimes when you have a disease
20 outbreak there is real concern for foot traffic. Folks,
21 you know, going from one farm to the other potentially
22 spreading disease. And so an option was created, a
23 rider for the customer to provide either a wired phone
24 line or a wireless connection to automate their meter
25 reading. So that has preexisted for decades.

1 And when we did our driveby rollout in the
2 Carolinas, we did have a small handful of residential
3 customers that elected to exercise that option. And I
4 had a report run. It's actually 18 customers out of the
5 1.4 million in the Carolinas elected to go down that
6 path.

7 And, two, strangely, because you have heard
8 the testimony about the difference between cellular and
9 the driveby, two elected to use a cellular connection
10 rather than the driveby connection. So that's one
11 option that might could be considered.

12 And then others have spoken to the company
13 provided wire capability using PLC, power line carrier
14 technology. This technology is certainly an interesting
15 option. But it has been one that has held a lot of
16 promise, but it has struggled maybe to deliver all of
17 its potential.

18 Now, it typically connects to commercial
19 wireless bandwidth much closer to the customer premise
20 than the meshing technology, so you've got more access
21 points, if you will, and therefore more associated
22 bills, you know, coming from the cellular company. And
23 that kind of speaks to the point, you know, FPL was
24 making in terms of relative costs. But improvements in
25 PLC technologies continue to be made and are being

1 evaluated, and advancing this technology approach
2 forward requires a bigger view than just meter reading.
3 It really is what are all the other things we could do,
4 you know, with those connections. And so we would
5 acknowledge that this proposition has challenged the
6 industry to develop that comprehensive vision and really
7 have the consumer and the regulator ready to move
8 forward on all of those fronts, because that's really
9 the best way to try and cost justify some sort of wired
10 approach.

11 Duke Energy has been working hard to kind of
12 pull forward in working with the vendor community and
13 the peers in the industry, you know, in terms of their
14 concepts around this. I would say they have deployed a
15 PLC approach in Ohio. We are going to continue to
16 monitor that, but I would say what we are doing with
17 commercial AMI deployment using a mesh technology aligns
18 with what they are doing, because in addition to that
19 PLC approach for the residential, they are doing an
20 overlay of a mesh to pick up their commercial customers.

21 So as that matures, that will certainly be
22 something we continue to monitor, seek to understand,
23 you know, the value proposition to do other things,
24 scale other things off of that kind of infrastructure as
25 we continue to monitor the AMR driveby as it reaches end

1 of life and we consider the timing for replacing that
2 infrastructure.

3 **MR. SPANGENBERG:** Ted Spangenberg for Gulf
4 Power Company. I'll try to be brief. I mean, we are
5 not aware of any wired option that would meet our needs
6 that could cost-effectively be put in. As we were
7 evaluating systems years before we made our selection,
8 we were aware of the differences in cost and
9 capabilities of a wired system versus the wireless. And
10 I think Mr. Olnick sort of made reference to the huge
11 cost difference, the much higher cost of a wired system.
12 You'd also run into issues as noted if you tried to use
13 any type of phone line approach, anything that is
14 customer dependent you run into issues about keeping
15 that active. So it would not have been cost-effective
16 for us to deploy nor would it be now to utilize a wired
17 option.

18 **UNIDENTIFIED SPEAKER:** I wouldn't add anything
19 else to what they have been saying.

20 **MR. CLEMENCE:** I'd like to take one second
21 before we continue. We are getting close to the public
22 comment period, so if you are a member of the public and
23 you wish to provide comments and you have not yet taken
24 a moment to step outside and sign up, please do that.
25 It will help expedite and ensure that everyone gets

1 their moment.

2 Mr. Lawson, would you mind taking a step
3 outside really quick to see if we have anybody else out
4 there?

5 Before we move into the public comment
6 section, we have got currently 12 people who have signed
7 up. I'm going to ask that when you come up to provide
8 your comments you keep in mind we have got about an hour
9 and 20-ish minutes left, and 12 of you who have
10 expressed a desire to speak.

11 If someone has made the comments you are going
12 to make when you come up, please just echo their
13 comments. We don't wish to limit anybody, but, you
14 know, keep the 5:00 o'clock close time in mind.

15 I've got a couple more comments, but if we can
16 start getting a couple of people in line. The first
17 speaker will be Deborah Rubin followed by Marilynne
18 Martin.

19 I would also like to make a couple of comments
20 while they are working their way up here on
21 post-workshop comments. Please use the agenda as a
22 guide to questions that have been provided -- the
23 questions that have been provided as the guide. If you
24 wish to provide us more information, please feel free to
25 expand and add any other information you wish.

1 Please submit those comments to me either by
2 e-mail, WALTER.CLEMENCE, C-L-E-M-E-N-C-E,
3 @PSC.STATE.FL.US, or you can mail them here to the
4 Commission at 2540 Shumard Oak Boulevard, Tallahassee,
5 Florida 32399. And I would ask just for ease to either
6 reference the smart meter workshop or send them to my
7 attention.

8 Ms. Rubin, if you'll -- also, when you come
9 up, just for ease of everybody, if you will just
10 identify yourself.

11 **MR. FUTRELL:** And, Walter, before Ms. Rubin
12 begins, I would like to express, I think, all the
13 staff's appreciation to our speakers who took time to
14 come and join us today. It was a very helpful
15 discussion. And, again, thank you for being here, and
16 we look forward to our public comments. Thank you.

17 **MS. RUBIN:** Hello. Amy name is Deborah Rubin
18 and live in Tampa, Florida. Today I will not be
19 speaking to you about mere concerns and do not wish to
20 have my substantive facts referred to in that way.
21 These facts are admissible under the Dobare (phonetic)
22 Rules of Evidence.

23 As a founding member of the Coalition for
24 Health Against Smart Meters, I asked for a full
25 investigation and legally binding hearings where all

1 testimony would have been given under oath and the
2 utilities and citizens would be given equal time. In
3 these five binders I have evidence of substantial health
4 and safety hazard to consumers and the entire
5 environment. The PSC is charged under Florida Statute
6 366 to protect the public safety. Therefore, the PSC
7 must address the health and safety hazards of smart
8 meters and smart grid microwave radiation. PSC staff
9 should review with their own lawyers, rather than
10 utilities as they did today, to determine if the PSC
11 does indeed have jurisdiction over all microwave
12 emitting utility meters.

13 I am asking the PSC to sign for and put these
14 studies in the official public record so that the public
15 may be informed of a cross section of the body of peer
16 reviewed science of evidence of harm. Further, I'm
17 asking the PSC to assign these studies to a public
18 health officer, as Florida Statute 501.122 allows, who
19 will review them, consult with experts on all sides of
20 the health debate, and then submit an official report
21 and recommendation that will be placed on the public
22 record, as well.

23 These five binders contain 82 primary studies,
24 about 15 reviews, and about 20 expert reports and
25 positions on the smart grid and meters. Each of the 82

1 primary studies has from 10 to 50 reference citations,
2 so conservatively speaking, 20 citations per study,
3 which would make about 1600 microwave exposure studies
4 evidenced by this compilation.

5 At the urging of citizens, the Sarasota Board
6 of County Commissioners asked the regional health
7 department office to issue a report on smart meters and
8 health. Mr. Reed of Sarasota County Commission, or
9 health department, I apologize, I don't know which one,
10 wrote an e-mail on April 16th, 2012, which stated, "I
11 need evidence based on a nonenvironmentally slanted
12 review of the problems associated with smart meters,"
13 and I ask you is there such a thing regarding health.

14 It does not serve the public interest with
15 which the health department, the county, and the PSC
16 have been charged for a health officer to write a report
17 that is not environmentally oriented and based on the
18 full scope of expert positions. World renowned
19 biophysical expert Doctor Martin Blank, who has a
20 22-page CV of credentials, work, research, and expert
21 testimony on the biological effects of microwave
22 radiation said, and I quote, "I will focus on the
23 science. Many of the scientists who speak to you are
24 not scientists in the area that they are supposed to be
25 speaking about. Physicists will say there can be no

1 biological effects for non-thermal radiation. Well, the
2 fact of the matter is they have not read the literature.
3 There is evidence. You may not be able to evaluate it,
4 but it has been published, replicated, and judged by
5 scientists who are capable of evaluating it. And the
6 electromagnetic fields of a variety of frequencies can
7 cause important biological effects including damage to
8 some fundamental molecules and we have a fair idea of
9 what the mechanism is." So based on that statement,
10 which resounds with many other expert opinions, there is
11 evidence of harm.

12 Furthermore, how do we know that the
13 criticized FCC guidelines will not be exceeded in the
14 homes and workplaces. Every home and every area of a
15 home will potentially have a different level of exposure
16 based on reflection and other wireless devices in use,
17 proximity to radio and cell towers, and the home area
18 network once it is integrated into the system.

19 FCC guidelines are based on the absorption
20 rate, as we have already gone over, a six foot 180-pound
21 man, and are based on protecting his body temperature
22 from raising one degree Celsius. These guidelines are
23 not protective of non or athermal biological effects,
24 and they are not protective of children. Children are
25 disproportionately affected by microwave exposure

1 because they are smaller, they have different body
2 compositions, they have more readily dividing cells,
3 immature nervous and immune systems, thinner bones, and
4 a longer projected time of exposure.

5 And like our homes, every single one of us is
6 different and will be affected differently by microwave
7 exposure. A 2011 study, which has been replicated
8 several times, determined that the specific absorption
9 rate for a ten-year-old child is up to 153 percent times
10 higher than that for an adult male. A child's microwave
11 absorption to the head is two times greater, and a
12 child's absorption in the bone marrow of his skull can
13 be ten times greater. The FCC is considering reviewing
14 their guidelines and has been urged to do so by the
15 American Academy of Pediatrics just recently.

16 TECO's Mr. Caldwell said that they have twelve
17 customers who have requested their AMR meters be removed
18 and stated the way TECO has informed consumers about the
19 meter changes. But almost every single person I have
20 spoken with, including Representative Scott Claken
21 (phonetic) and his aide Luke Given (phonetic), and he is
22 the head of the Energy and Utility Subcommittee, had no
23 idea on November 2011 what a smart meter was. At least
24 that's what he said, and the same holds true for other
25 legislators and regulators that we have been speaking

1 to. They asked us what it is, and we have to give them
2 all kinds of background information.

3 So I would argue that there has been very
4 little effective notification, and there has been little
5 to no consent regarding TECO's meter changes. Most
6 people are completely unaware, and uninformed consent --
7 and that would be uninformed consent. For informed
8 consent you would -- we would require TECO to actually
9 inform every consumer that there is a growing body of
10 scientific evidence demonstrating harm from low level
11 microwave exposure, and then see if they want the meter,
12 because then you would have, you know, informed consent
13 where they knew what they were agreeing to.

14 Mr. Valberg (phonetic) has said today that it
15 is difficult to tell if a biological effect is actually
16 an adverse effect, and we hear that a lot these days.
17 And I as a consumer, and a mother, and a person can tell
18 you right now I do not agree to my children or my own
19 being exposed to the utility's microwave radiation
20 because it is most cost-effective or for any other
21 reason. And I do not consent to the effects that are
22 demonstrated in the scientific literature whether they
23 are transient or permanent because no one even knows.

24 So in the studies I have brought you today I
25 have demonstrated immunological effects and changes in

1 the blood parameters, endocrine effects, neurological
2 effects, altered EEG activity, cardiac and blood
3 pressure disruption, et cetera, et cetera, you know,
4 culminating in cell death and cancer.

5 The International Agency for Research on
6 Cancer has classified radio frequency MFS as a Class IIB
7 carcinogen. Doctor Bonn (phonetic), the principal
8 author of that paper, said that it applies -- and I have
9 an e-mail which is in the binders that he wrote to
10 Doctor Hudson, and he says that that applies to all
11 types of microwave, radio wave, electromagnetic fields,
12 not just from cell phones. It's not true. People try
13 to tell you that. It's anything. The physical agent is
14 the radiation, not the device it comes from.

15 How are the utilities -- who are the utilities
16 to tell consumers that the meters are safe? Although I
17 think we heard them say today it can be assumed or
18 whatever. They didn't actually use a first person or
19 any sort of subject who is telling us this is safe.
20 They are engineers, and they are not qualified as health
21 experts to tell us what is safe and what is not safe.

22 And to my knowledge and experience, Progress
23 Energy is not allowing anyone to opt out. As a CHASM
24 representative, I have been called many times by their
25 customers who are sick. I have an EMF meter, and I have

1 measured in houses in Holiday, Florida, and several
2 other localities that Progress serves. There is
3 electromagnetic radiation coming out, and the radio
4 frequency field coming out of the electrical sockets at
5 1 to 2 volts per meter. Sometimes up to 7. It's coming
6 along with the cool air from the AC through the ducts.
7 We are getting 1 to 2 volts of radiowave radiation. So
8 I'm not sure what's going on there, but I don't measure
9 that it any other houses. And some of these people
10 don't even have any other wireless devices but a remote
11 control for their TV.

12 So I think there is something wrong with this
13 system. I think you can't tell what is going to go on
14 in every house, and maybe you have some kind of system
15 problem. I don't know. I think it is a problem in that
16 it is making people sick.

17 The cell tower studies I have included in
18 these binders are relevant, because the radiation level
19 in these houses that Progress Energy is serving are
20 higher than 100 feet from a cell tower. Now most people
21 don't want to live 100 feet from a cell tower. How
22 would you like that right inside your own house, because
23 that is what these people are living with.

24 And as long as we're talking about people not
25 consenting, the people in Holiday that I have talked to

1 never even knew they were getting the meter. They don't
2 know when it was switched. They didn't know they had
3 it. One man had no idea. He had his workbench set up
4 underneath the meter outside, right in front of it. It
5 was about like this, and he was working on his bench.
6 He now has a neck tumor, and it's cancerous, and he's
7 not expected to live. And it would be a coincidence,
8 you know, but he worked there for months and months,
9 maybe years, I don't even know how long, right in front
10 of that meter never knowing it was emitting microwave
11 radiation because no one told him.

12 So people need to be informed. I think you
13 are supposed to stay 20 centimeters at least away from a
14 smart meter. I have seen many fully, like, access even
15 to children. Eighteen meters on an apartment, and a
16 little like area, kind of woods behind it, it's an open
17 area. It looks like a place like I as a kid might have
18 liked to go play there. Kind of, like, dug out and
19 hide. Anybody could get in there.

20 So there is a danger in not being informed.
21 But I think the bigger danger is that these meters are
22 wireless, and they could be wired. Wired meters are
23 available. They are safer, more secure, and more
24 reliable.

25 I have to believe a wired system is always

1 going to be more reliable than wireless. It might not
2 be cheaper, I don't even know, but I don't think that's
3 the main point. In the interest of the public and
4 health and safety, the PSC should insist that the
5 utilities wire the meters and grid no matter how many
6 complaints they have. Because the PSC and the utilities
7 should be legally challenged if they respectively allow
8 or coerce consumers to accept against their will a Class
9 IIB carcinogen on their home as a prerequisite for
10 electrical service.

11 You know, this is against people's will
12 because they are informed, and only having an opt out
13 for those that can afford it is discriminatory. The
14 poor people are going to have to take it, because they
15 are not going to have a choice. They can't afford \$20,
16 or \$1,000 down. I mean, that is just -- it's
17 outrageous. And it won't protect the rest us from the
18 infrastructure anyway, because the infrastructure is
19 also radiating. And this is a bad idea. We shouldn't
20 have to pay to fix it, if you guys made a mistake in
21 your planning and didn't consider all the research.
22 That's not our fault.

23 CHASM hereby calls for an immediate moratorium
24 on the smart grid and meters, and for a full
25 investigation and legal hearings regarding the smart

1 grid and smart meters. (Applause.) No savings and cost
2 is worth the cost of a single life or livelihood. This
3 is about doing what is legally correct, morally
4 responsible, and safe for the environment and for
5 people, not about the number of complaints. That
6 shouldn't be the issue. Is it right or is it wrong; is
7 it safe or is it not? And I'm asking you to accept
8 these studies, to sign for them as they are valuable and
9 a lot of hard work, and I think they are valuable
10 information that is not being considered.

11 If anyone can read through those five binders
12 of studies and think that there is no question that they
13 are safe in their own home if they have a meter, an
14 irradiating infrastructural grid all around them,
15 besides what they are already exposed to, I can't
16 imagine the logic. So I'm asking you to please sign for
17 these. Accept them. Assign them to a health officer to
18 do a thorough investigation as a health officer can.
19 Someone who knows the science, can find the experts on
20 both sides, get a fair opinion, and then write a report
21 and recommendation. Thank you.

22 **MR. CLEMENCE:** Thank you very much. Up next
23 is Marilynne Martin, who will be followed by Stephanie
24 Austin.

25 **MS. MARTIN:** I'm from Venice, Florida. I have

1 only been in Florida two years as a full-time resident.
2 I am not affiliated with any group. I am here today
3 because of this. When I heard about the smart meters, I
4 went to find the meters, and here we have a bank of ten
5 meters. The next building over, which is 20 feet away,
6 another bank of ten meters. So they both face each
7 other.

8 Now, what is behind that meter is my bed. So
9 inches from a bank of ten meters. I said I had to find
10 out what was going on. So I spent the last two months,
11 two or three months, 10 or 15 hours a day on the
12 Internet. Not on Kevin's blog, but on very reputable
13 sites. As she said, the American Academy of Pediatrics.
14 You want to call them kooks? Okay. You cannot research
15 the FCC standards and not come to the conclusion that
16 they do not protect the public, okay, from this type of
17 radiation. Okay. From the GAA report to many other
18 things that I have put them in written comments because
19 I didn't think we would have enough time to talk about
20 it, so I'm going to submit this today.

21 But what I want to talk about is something
22 that people are missing, and we can't even figure out
23 today who approved this. Who approved this? I do not
24 have a contract with you. If so, please FPL, give me
25 the written contract. So how is electric utilities --

1 and I have a utility background. I was a corporate
2 controller for many multi-billion dollars, and I worked
3 11 years with NYNEX, and two years with Coopers and
4 Lybrand as their external auditor. I handled
5 divestitures, so I have been -- you know, pretty
6 complicated issues. Okay.

7 And when you look at this, okay, who approved
8 it? You didn't say you approved it here. Did the
9 Commission approve it? You approved costs. Franchise
10 agreements, right? Electric utilities are allowed to
11 operate under a franchise. Did we get a new franchise
12 agreement? Okay. We didn't get that, either.

13 So, easements. I look at my easements. You
14 have an easement, and this is what we currently have
15 today prior to smart meters. What we have is a
16 transmission line coming into the home, and we are
17 required to have a meter box and we have a meter, and
18 that meter measures electricity.

19 There has been with this grid and without any
20 approval a fundamental significant change, because now
21 what is being placed on my unit is not a measuring
22 device, but network equipment. This isn't just reading
23 my meter. If you were putting a digital meter on my
24 home with a wire line in to take a read every hour, I
25 would have drove 348 miles to get here today, okay. And

1 I would not have a problem. I have no problem with
2 digital. But you are putting your network management
3 system on my home, and you are fundamentally changing
4 the existing relationship we have had as customers, and
5 I didn't have a piece in the negotiation.

6 A Sarasota County Commissioner actually told
7 me they voted not to get in between the agreement with
8 FPL and the customer. So, FPL, will you give me the
9 written agreement? When did you come to my home and
10 negotiate this? Never. Okay. So you are not doing a
11 meter read. You are managing your network off of my
12 home, okay, and it kind of violates my Fifth Amendment
13 rights, I think. A legal taking to put your network on
14 my home. But that wasn't the agreement that customers
15 have had with their utilities for a hundred years.

16 When you look at proof, you have provided it
17 in this presentation. If you go back and watch these.
18 You have said constantly you are a managing your
19 network. These meters are talking to each other.
20 Currently my analog doesn't talk to anybody, and if you
21 just gave me a digital, it wouldn't talk to anybody, so
22 you are fundamentally changing that, okay. What
23 happened in California? Did PG&E volunteer any
24 information? No. Did FP&L volunteer any information
25 today? No.

1 I looked that their data requests, Walter,
2 okay? I didn't print it, because I would have used a
3 whole black ink cartridge printing that one document
4 because everything was redacted. Everything is
5 confidential. Well, let me tell you what California
6 found. This, oh, it only does a few meter reads is not
7 true. Well, it actually was true, because under a judge
8 order when they submitted their 900 megahertz radio did
9 six meter reads. That's the average meter. Network
10 management, 15 transmissions. Time sync, 360. What's
11 the problem? Mesh network message management, 9,600
12 transmissions per day. They were also asked to provide
13 the maximum, six meter reads, 30 network management, 360
14 time syncs, 190,000 network mesh managements. Okay.

15 It's a whole different transaction, and the
16 public was never involved. I think the franchise -- I
17 have to get ahold of the franchise agreement, but they
18 should have went to each franchise and negotiated
19 something because this is the real truth. They are
20 always on. If you ask them to put a sound or a light,
21 what you would see is constant flickering all day long.
22 Plus the fact some are the collectors, which is what
23 this 190,000 is, and some are not. Everybody is playing
24 a different role in this network, and at least we should
25 be able to get in writing what our role is. How many

1 transmissions. Okay.

2 The opt out causes a problem for them because
3 they are basically going from -- one house will send a
4 message, the next sends a message on until they get to
5 these collectors on poles somewhere, okay. So it messes
6 them up. That's why they don't want to do it, okay,
7 because we are part of their whole collection, and it's
8 a whole different environment, and it needs public
9 scrutiny.

10 So I'm asking for public hearings. If this is
11 so safe and everything is what they said, then they
12 shouldn't be afraid to get before the public in some
13 forum, okay. But what has happened here is a travesty.

14 Ditto, I won't repeat all the health things,
15 but I found what Ms. Rubin just said to be true. There
16 are plenty of things out there that are saying, "Danger,
17 Will Robinson, danger," okay, particularly for children
18 and pregnant woman.

19 Go to www.antennasearch.com and you can get a
20 free antenna search, okay. There are 41 towers within
21 four miles of my house and some of them, two are within
22 a half mile. There are 133 registered antenna. We are
23 blanketing the world, okay, and our neighborhoods with
24 this RF. So will somebody here certify to me that the
25 human body has an unlimited capability to absorb RF

1 radiation? If you have got an expert, I'll shut up.
2 But I think there is a limit, and I'm not willing to
3 give up a portion of that limit for a meter read, okay.
4 I'm just not willing. I will give it up for emergency
5 fire, emergency techniques, do an X-ray on the scene,
6 wire that sucker into the hospital, save that life. But
7 for a meter read? Kids are playing in compounds right
8 next to these meters, okay. They could be putting their
9 heads up against them. I think we are crazy to allow
10 this for a meter read, okay. And if it costs more money
11 to wire it, I don't care.

12 You have been in my wallet my whole life.
13 Come in again. But what right do they have to put
14 pollution into my home? Opt outs don't work because, as
15 you can see, I don't want the radiation. But I opt out
16 of one, what do I do? I got nine of them. I didn't
17 solve my problem. And when they say they have to
18 charge, what do you think neighbor five units down is
19 going to say. I'm not going to pay \$100 for you. They
20 are a safe distance, okay.

21 So what is going to happen to us multidwelling
22 families that have this situation and you do an opt out?
23 Some people have 30 of these. Picture the crib behind
24 here and tell me that's safe. Give me in writing that's
25 safe, because I don't think it is. And safety is a

1 matter of how you look at it, and Santa Cruz looked at
2 it differently. So they may say it is much safer than a
3 cell phone, but when you go and look at Santa Cruz
4 Public Health Department, not Kevin's crazy blog, you
5 will find they found when you looked at whole body
6 exposure it's 40 times more than a cell phone.

7 Now, what are we to believe? Well, Walter,
8 you're not an engineer and a doctor. I'm not either.
9 Can we have public hearings? Because this is not the
10 right forum. You have industry in here. This is like
11 tobacco. Smoking is perfectly safe. There is no
12 studies -- how many years did we listen to that? So we
13 need to get under sworn testimony and look at all the
14 issues, because it's 40 times higher and the public
15 needs to know that.

16 And they basically said that it doesn't. The
17 EPA says that the current FCC standards, and I have a
18 quote from them, too, in the letter, and you can read
19 it -- does not -- it's being used to generalize all
20 situations and it shouldn't, okay. And I provided that
21 letter in quotes from it.

22 Oh, here's the quote from the EPA. "The FCC's
23 exposure guidelines is considered protective of effects
24 arising from a thermal mechanism, but not from all
25 mechanisms. Therefore, the generalization by many that

1 the guidelines protect human beings from harm by any and
2 all mechanisms is not justified." So it's great that
3 FPL said it meets FCC limits, but the literature out
4 there says the FCC limits do not protect the public. So
5 what and who is going to protect Florida? That's my
6 question. I'm very disappointed that the Florida state
7 health department and the EPA did not show up here
8 today. That they weren't consulted, okay, by the
9 Commission or anybody. But we need to figure out who
10 approved this and what written contract are you going to
11 give me to put everything in writing so I have it as a
12 legal contract.

13 And regarding privacy, I looked at, like, the
14 Colorado report. Somebody did a report to the Colorado
15 Public Utility, okay, and there is software out there
16 based on poles, you don't need a smart appliance, that
17 can tell you what you are using in your home. So what I
18 want in writing in a contract from FPL is I am only
19 taking Marilynne Martin from 1:00 to 4:00 p.m. or
20 whatever. I only have this information. You used two
21 kilowatts. And I want that in writing. Not 10:00 to
22 whatever.

23 If you look at the words, it's usage. Well,
24 what is the definition of usage? To me that is the
25 definition. That's the only thing you would have. You

1 have no detail wattage or voltage or anything else, just
2 the number of kilowatts for those hours, and I'm fine.
3 Then there are privacy issues. But there is software,
4 and go look at that Colorado report that people have
5 built. Why did they buy it? Why did they build all
6 this, okay? So they may be taking more information, and
7 the public has the right to know exactly what they are
8 taking and then get that specifically in writing. And
9 that's my feeling on the privacy issues, because it's
10 not like they are just crazy. They know your
11 refrigerator; they can tell by the usage of the voltage
12 being pulled.

13 And then one final -- I have a lot of things,
14 but final item on the opt-out cost. You know, these
15 meters contain a ZigBee chip. And you need to spend a
16 lot more time on the ZigBee. Because what is planned,
17 why do these meters have it to begin with? Why am I
18 paying -- you talk about all the costs that people are
19 going to be associated, why did we pay it all for the
20 ZigBee chip? What is the cost of the meter with and
21 without it? Because I'm going to tell you, I'm not
22 going to use those services, okay? I'm going to opt
23 out. Now, why do I have to pay for it to begin with,
24 and all the associated dash boards and everything else.
25 Look at those costs that the people that are opting out

1 are paying for. But that ZigBee chip is dangerous,
2 because that ZigBee chip -- what's planned is they are
3 going to put chips in the refrigerator, the
4 washer/dryer, the dishwasher, the hot water heater, the
5 air conditioner, and they are planning to wirelessly
6 talk to that meter.

7 Now can FPL tell me that it's programmed that
8 with GE, maybe GE can tell me, did you program that
9 refrigerator five units down to send that signal out the
10 front door, go five hundred or a thousand feet and find
11 the meter, or is it just going to go into everybody's
12 house? And this is the problem with all this wireless
13 because you can't opt out of that. Thank God I'm not
14 electrosensitive. You can't not -- you know, that
15 signal doesn't know how to bypass other units. It's
16 going to be coming through. So it's not a matter of
17 just the 900 megahertz sending meter reads and managing
18 a network, but then you are going to have the 2.4
19 megahertz, okay, and it's going to talk to six or seven
20 appliances.

21 Now, take that kid, all right, in that unit
22 with 40 of these meters and two transmitters, so that's
23 80 transmitters, okay, and the meter reads and the
24 network management, plus then all the refrigerators
25 coming into play, and the dishwashers, and heaters, and

1 whatever. What is and who can tell me the total
2 exposure that child is going to get?

3 And one final point. You don't know what's
4 behind the wall. You don't know what that person worked
5 eight hours next to a router at work and then came home
6 and has a wireless, you know, router at home, a cordless
7 phone, a cell phone, et cetera. So that's why this is
8 dangerous. You don't know the total exposure of that
9 person per day, and that person is responsible for the
10 products they buy, but you shouldn't be able to pollute
11 the home.

12 But I have much more information in here, and
13 I would like to submit them. I don't who I give it to.
14 The only alternative is a safe wired alternative.

15 **MR. CLEMENCE:** Thank you very much.

16 Next up is Ms. Stephanie Austin to be followed
17 by Art Levy.

18 **MS. AUSTIN:** Ladies and gentlemen, I believe
19 that you are good people at heart --

20 **MR. CLEMENCE:** Ma'am, I'm sorry, I can't hear
21 you. Thank you.

22 **MS. AUSTIN:** I believe that you are good
23 people, and I ask one thing of you, and that is to first
24 do no harm. I'm going to -- I made a list as you were
25 speaking on the things that were not brought up today,

1 and I'll try to be quick. This is increased radiation
2 from the appliance chip, reflectivity, humidity, or
3 water conductivity, hot zones around Florida. And we
4 are getting reports -- we have had two recently of hot
5 zones.

6 One recently a woman and her son and their
7 pets just abandoned their home. This was with Progress
8 Energy. And I'm asking you to help people like this
9 that need their meters removed. These are people with
10 multiple exposures, maybe from cell towers. One woman
11 is getting a pure tone. We are getting reports like
12 this. We have another one down in Broward County. I'm
13 not a scientist; I'm not a doctor, but we are hearing
14 these reports from people. What are we to think?

15 Ground currents. Another issue that is not
16 being brought up. I spoke to Doctor Sam Millham
17 (phonetic) about this, and it's difficult to measure,
18 but this is something that needs to be addressed, as
19 well.

20 Explanation of time averaging. I'm really
21 tired of the meter is often dormant 99 percent of the
22 time. That is not correct. In California they were
23 forced through court documents to show what the interval
24 was, the meter interval. We're not talking about the
25 companies that are lined up to mine and monetize our

1 data. Also it was mentioned about no two homes having
2 the same measurements. How can you ever tell that?

3 Emissions from the infrastructure, or routers,
4 or home area networks, or -- not that, I'm sorry, the
5 neighborhood area networks. I don't want to live next
6 to those things and I don't know what they look like.
7 We need disclosure there, too.

8 I'm just hoping these huge poles and these
9 little odd looking boxes and contraptions that are up
10 and down the street in front of our gate area, I want to
11 know. I hope that they are exposing my neighbors that
12 live near the road.

13 The lifespan of the meter. How often are we
14 going to be charged for new meters every few years?
15 Collector meters. I'm not able to get that information.

16 Collocations. That information was very
17 vague, as well. These are not proven to be cost
18 efficient or green, according to the Connecticut
19 Attorney General.

20 The true wattage. In California they found
21 the meter was not one watt as written on the meter, it
22 was sometimes 2.5 watts, or I have heard up to 4 watts.
23 You know, we have nowhere to go for the truth on these
24 issues.

25 And then also we are hearing now that the

1 energy dashboard really is not -- it's a failure.
2 People are really aren't using it. But of major concern
3 is that the first generation of children born in these
4 last few years are facing multiple levels of exposures
5 from WiFi at home and school, wireless toys, you know,
6 cordless phones, cell towers. It's just multiple layers
7 of exposures. And the human genome, there is some
8 indication to show that generational damage is possibly
9 occurring.

10 Once again, I'm not a scientist, but could
11 this be a link to autism or Alzheimers? We don't know.
12 This item was rushed to market without testing, and the
13 studies that we do have out there, they are being
14 ignored. There are thousands -- I've got a couple
15 thousand studies. Debbie worked months gathering the
16 data that we are presenting. I did look at FPL's
17 engineering binder that they are presenting to various
18 commissions. Engineering reports from Sitesafe
19 (phonetic), and EPRI, and whatever, CCST, those are not
20 health studies. Those are engineering reports.

21 Doctor Carl Merit (phonetic) -- I have been
22 reading various declarations against the CCST report.
23 Doctor Carl Merit speaks about how the human body is not
24 meant to be exposed to pulses day and night. At night
25 the human body is supposed to be in repair mode. Doctor

1 David Carpenter approached the FCC, and they really --
2 it has been proven that they are not a health agency.
3 The FCC doesn't do testing. They rely on outside
4 industry friendly agencies to set standards for them.

5 We are not getting the whole facts here, and
6 please stop relying on the FCC. These 15-year old
7 outdated studies that they are relying on are just not
8 relevant in today's world where we are exposed to
9 multiple layers.

10 But, I, too, am calling for immediate and full
11 legal centrally located hearings regarding the grid, as
12 well. And also I want to say, too, that it took 40
13 years to prove that cigarettes cause cancer and lung
14 disease. It also took 25 years to prove that children,
15 unborn children were damaged by X-rays. I'm not willing
16 to wait. I am not willing to wait.

17 My son is running for office in Los Angeles
18 County, and I'm hoping that he will be one of the
19 legislators that will help bring, you know, a stop to
20 all this madness. But I'm asking you to do what is
21 right. We need to have full legal hearings. We need
22 disclosure. Thank you. (Applause.)

23 **MR. CLEMENCE:** Thank you very much. Next up
24 is Art Levy followed by, and I'm sorry, I'm probably
25 about to butcher your name, Roger Gangitano.

1 **MR. LEVY:** Well, good afternoon, everyone.
2 Thank you very much for holding these hearings today.

3 First of all, I would like to thank FPL, my
4 provider, for great service and reasonable rates. I've
5 had about twelve outages from hurricanes and storms, and
6 they have very good at restoring power. And they have
7 also allowed me to keep my analog meter. I happened to
8 be there. I was well aware of the analog meters being
9 switched out, and I prevented them from doing that.

10 I see we have a lot of power company
11 executives here. I wish we had invited the CEO of
12 Pacific Gas and Electric, the largest electric company
13 utility in the United States, Mr. Anthony Early, who
14 said, "We need to listen to our customers. Why should
15 we be fighting with our own customers over something
16 like this?"

17 I don't hear any of that kind of attitude from
18 any of these gentlemen over here. And incidentally,
19 they have allowed an opt-out program where people who do
20 have a meter, an analog meter can keep it and pay \$10 a
21 month. I believe you pay somewhere between 70 and \$100.
22 If you have already switched out, they will reinstall
23 your analog meter.

24 Through no fault of my own in 1995, after the
25 U.S. Telecommunication Act was passed and cell towers

1 began sprouting up all over the country like mushrooms,
2 I suddenly developed a sensitively to radio frequency.
3 I never bought a cell phone until last year. I can't
4 have a satellite TV or a cable TV that's digital, or a
5 computer, or a microwave in my home. It just annoys the
6 hell out of me.

7 In fact, when I want to look at the Internet,
8 I don't get on my smart phone like you folks do. I have
9 to write down what question I want and wait two, three,
10 four, five days to get to the library when it's open at
11 night when I can go in there after work. I recently had
12 to buy a cell phone because they have pulled all the
13 payphones out. You can't make any emergency
14 communication. And I made a sheet for it by cutting up
15 a TV dinner that reflected microwaves from a microwave
16 oven to brown the thing, and I surrounded that, and then
17 I found carbon fiber that absorbs microwaves and
18 converts it to heat, and I made a safety protective
19 thing for it. But I never keep the phone on. I only
20 use it for emergencies.

21 Now, I understand the benefits of the
22 corporations of these smart meters, but individuals
23 should be allowed to opt out, especially people like me
24 who are sensitive to radio frequency. FPL has an
25 outstanding phone service where I can dial even from

1 another phone the number of my home phone, it will tell
2 me my name and my phone number, and then it will offer
3 me a bunch of options of what the problem is. Is the
4 power out, can I do this, can I do that.

5 They need to add option number three, where I
6 can read my meter myself and punch it right in on the
7 telephone, case closed. That's it. They don't need a
8 smart meter. They can all be done by the individual.
9 In fact, when I lived in Washington state years ago, I
10 used to pay my electric bill that way. The bill would
11 come from the power utility, it would just say how much
12 are you paying. I would that down. And then you
13 flipped it over, and there was a meter system, and you
14 simply put pencil marks or a pen mark where the meter
15 was, and that's how they calculated your next month's
16 reading. It's not rocket science. It's pretty basic.

17 A thousand dollars to change back? That's
18 insane. You folks sound like you are reinventing the
19 wheel here. This is a technology you have used for
20 20 or 30 years. The only change is that you would have
21 to hire back some meter readers and provide some more
22 employment for people in this state who could certainly
23 use the jobs. (Applause.)

24 And by the way, FPL maintains a separate phone
25 and customer service system in Miami where I live for

1 Spanish-speaking people, and I have to pay for that.
2 They don't make the Spanish people pay for that as a
3 separate add-on at the end of their bill.

4 Now, for those not willing to read their own
5 meters, I would be willing to follow the lead of PG&E
6 and go for a sensible price of maybe \$10 a month which
7 would certainly be a decent wage for a minimum, you
8 know, a basic type job. If they could get to one meter
9 an hour that is \$10 an hour and read that. But I think
10 most people would be willing to do it for free if they
11 could just offer that option.

12 Now, on the rate hearings that I saw on TV
13 several weeks ago, they mentioned that FPL was getting a
14 return of 30 percent on their investment per year.
15 That's a pretty good deal. I'm getting less than one
16 percent from my bank. I think if FPL did something like
17 reinstate this system, they could still get a return of
18 29.995 on that investment, and they wouldn't be losing
19 that much money. They are not going to have to charge
20 me \$1,000 for reinventing the wheel that they have been
21 using for the last 30 years.

22 Now, with all due respect, every one of these
23 gentlemen here has misrepresented the amount and
24 duration of radio frequency in your home. It's not 15
25 minutes of a cell phone is the equivalent 1,000 years of

1 their meter. I'd like to bring you back to high school
2 science, if you will. If you remember, the science
3 teacher got up in front of the class with a tuning fork
4 and he banged it and it started to ring. And then he
5 brought it over to another tuning fork that wasn't
6 ringing, and within about three seconds that other fork
7 started to ring. That's called resonance. That's the
8 transfer of energy from one thing to the next.

9 And I'd just like to read something here.

10 When a chip vibrating at 900 million times per second
11 impinges upon a conductor such as the main wiring going
12 into your house, it couples to that conductor, travels
13 along it, and induces an electric current on the surface
14 of that conductor by exciting the electrons of the
15 conducting material. This effect, the skin effect is
16 used in antennas. So, in effect, when these meters are
17 in operation, even when they are not powered on, there
18 is a chip inside that's vibrating at 900 million times
19 per second. Million times per second.

20 And that energy is going to be transferred
21 into the electric line and now everything plugged in in
22 your house is going to be picking up on that vibration.
23 Your clock, your TV set, your air conditioner, which is
24 consuming 14 amps of electricity. So all that
25 information is going to be going in. And for most of

1 you it won't matter at all, but for me it will be making
2 a big difference.

3 I voluntarily don't use all the conveniences
4 and luxuries of living in this modern time, because I'm
5 sensitive to that, and I do not want my meter to be
6 introducing that energy into my home. It will be a
7 constant continuous exposure from every particular
8 appliance.

9 Now these gentleman that were talking about
10 the FCC, I would like to remind you that there are
11 billions of dollars in radio frequency products; cell
12 phones, computers, security systems, the stock market
13 has all that money riding on it. There is retirement
14 funds involved. State funds involved. They are not
15 about to say, oh, these things are dangerous. We can't
16 allow that. It's a perpetuation of the entire cycle.
17 They have to approve that, and that's what it's all
18 about. They are not going to be setting safe and
19 reasonable limits, because a lot of these devices will
20 require shielding to make them safe and reasonable.

21 During the cold war the Russian scientists
22 developed radar that went over the earth to detect
23 incoming American missiles, but these same scientists
24 refused to sell microwave ovens to their own people. In
25 fact, they didn't sell them until they were made very

1 much safer than the microwaves that we were selling at
2 the same time, because that was a Communist system and
3 they didn't have profits to deal with.

4 Here is another government agency. The one
5 that produces the food pyramid. You've seen it. You
6 know it's on all things. They change it every couple of
7 years. Right now they are saying eat more fish, less
8 red meat. Eat more fish. But the EPA says that there
9 is a substantial amount of lead in the fish from all the
10 power plants in the midwest dumping mercury into the
11 east and that gets rained down into the oceans and the
12 fish ingest it. So they are saying substantially
13 restrict the fish. And if you go on-line, you will see
14 that you are only supposed to eat tuna like once a
15 month. But yet this other government agency is telling
16 you to eat more fish. So who's right?

17 The Department of Defense for years, for
18 decades said, oh, Agent Orange is safe, don't worry
19 about it. Now they have come around. They admit that
20 it was a cancer-causing thing. And now they are saying
21 depleted uranium is safe. So who are you going to
22 believe?

23 The World Health Organization said that radio
24 frequency is a cancer-causing agent. Doctor George
25 Carlo (phonetic) was hired by the cell phone industry to

1 produce a report saying that cell phones were safe. He
2 came to the exact opposite conclusion. Thirty years ago
3 it would be laughable to think that cells and tissues
4 communicate with each other using radio waves, but today
5 we know that that is true. And Doctor Carlo showed that
6 radio frequency devices interfere with these
7 communications. And just briefly, he writes cellular
8 energy is used for protection of the cell rather than
9 metabolism. Cell membranes harden keeping nutrients out
10 and waste products in.

11 Waste accumulating in the cells creates a
12 higher concentration of free radicals leading to both
13 disruption of DNA repair and cellular dysfunction.
14 Unwanted cell death occurs releasing micronuclei from
15 the disrupted DNA repair into the fluid between cells
16 where they are free to replicate and proliferate. This
17 says Doctor Carlo is the most likely mechanism that
18 contributes to cancer. Damage occurs to proteins on the
19 cell membrane resulting in disruption of intercellular
20 communications. When cells can't communicate with each
21 other the result is impaired tissue, organ, and organism
22 function. In the blood brain barrier, for example,
23 blood brain barrier cells can't keep dangerous chemicals
24 from reaching the brain tissue which results in damage.

25 This is the Florida Public Service Commission.

1 It's not the Florida Corporation Service Commission, so
2 please do the right thing and allow us to opt out of
3 these dangerous radiation devices. And I would like to
4 thank the Public Service Commission and Walter Clemence,
5 who responded to my letter to Chairman Brisé, but I am
6 extremely disappointed that none of the actual
7 Commissioners are here. I took three days off from
8 work, rented a car, drove up 500 miles and back down 500
9 miles tomorrow with \$4 a gallon gas, spent two nights in
10 a motel. I'm going to be spending \$400 of my money for
11 this five minutes of testimony.

12 I watched five hours of hearing on TV about
13 the FPL rate increases to familiarize myself about how
14 this process worked. I saw at least three Commissioners
15 there at all times in different locations, and I believe
16 these smart meters are far more important for many
17 reasons, and I am very disappointed that not one of the
18 Commissioners is present. Thank you very much and I
19 appreciate your time. (Applause.)

20 **MR. CLEMENCE:** Next up is Roger Gangitano,
21 and, once again, I'm sorry for I'm sure butchering your
22 name, followed by Terri Fulton.

23 **MR. GANGITANO:** Hi. My name is Roger
24 Gangitano, and I'd like to say thank you for hearing us
25 today, the Public Service Commission staff, the

1 manufacturers, and all of the power companies that are
2 here. And by the time I'm done, okay, there is an
3 expression that says that a little bit of knowledge is a
4 dangerous thing, so by the time I'm done I think I can
5 convince you all that I'm a very dangerous man. I have
6 very little technical information to provide.

7 But it comes to my attention, okay, that the
8 power companies came here today armed to the teeth with
9 PowerPoint presentations, they pitch their wants and
10 their desires based on their monetary gain, and the
11 benefit that they have been claiming that's coming to
12 the customers that we're going to get this dashboard,
13 okay, and we are going to eliminate the cost of a meter
14 reader. Pretty much everything else, okay, is to the
15 benefit of the power company.

16 I don't need a dashboard. I know when I turn
17 my lights on. It has come to my attention in the little
18 bit of investigation that I have done into smart meters
19 that the whole purpose of this is to go to time-of-use
20 billing. And I have listened today that these meters do
21 not do time-of-use billing. Well, when will that occur?
22 As soon as we get all of the meters put in? So it will
23 just be a turn of the dial, and then we have time-of-use
24 billing, so that is the purpose of putting it in.

25 It has been said that it is going to provide a

1 benefit to the consumer financially. There is no study
2 that I'm aware of in the investigation that I have done
3 into this subject. The smart meters have never produced
4 a savings to the customer. The only thing that provides
5 a savings to the customer is a change of usage and their
6 pattern.

7 It has been said today, one of the things that
8 I leaned on that I found very interesting was that the
9 system, the smart grid ultimately can determine what
10 appliances you are using in your home and provide
11 information like that. I specifically heard either the
12 manufacturers and/or the power companies say that that
13 is just not possible. Well, then, I think that either
14 the comments that were made here today at this workshop
15 are incorrect or the Congressional Research Service
16 report that I read is incorrect. And if that's the
17 case, I think that all of you gentlemen with all of your
18 wisdom on this subject should go after the Congressional
19 Research Service who put that report out with the chart,
20 okay, that has got all the little squiggly lines from
21 the oscilloscope on there that says this is your
22 refrigerator, this is your kettle, this is your toaster
23 oven because it's right in the Congressional Research
24 Service report. And that is given to Congress and
25 committees of Congress and they accept it. So

1 apparently that comment is incorrect. The system can
2 determine exactly what I'm using inside of my home.

3 The deal that I have -- that I understand with
4 the power companies is that I pay for the amount of
5 electricity that I use. Pretty much in my line of
6 thinking that's all you have the right to know. I don't
7 think that you have the right to know what appliances
8 I'm using it on. If I'm doing something in my home that
9 is illegal and I'm using power for something that is
10 illegal like these drug dealers do, and they have grow
11 houses going, then a police or a court order will allow
12 to determine how much usage is being used and you can
13 determine that. It's not necessary to have a meter
14 reporting on me every minute of the day and adjust my
15 billing so that when it's most comfortable for me to use
16 my electric you are going to charge me more for it. I
17 don't think that that is proper.

18 You're claiming that the meter transmits only
19 one minute a day. There's reports that says that that
20 is just not true. So you should address the reports,
21 okay, that say that these things are transmitting 24,500
22 times a day. I heard today that the meter reader drives
23 by your home and the meter transmits to the truck and
24 that's how they are going to get that. Well, that's a
25 pretty smart meter that knows when the truck is going

1 by, because I don't think that the meter transmits just
2 when the truck goes by. I believe that meter is
3 transmitting all the time, and when the truck goes by he
4 gets the signal that is coming from meter.

5 It has also come to my attention that the
6 meters don't transmit from the meter to the truck or to
7 the cell tower that is getting this signal, okay, it
8 goes from meter to meter. So the meters are
9 cumulatively building up this information. So if you
10 say that the meter transmits 24,500 times a day, well,
11 then you can double that number if it is only getting a
12 signal from other meter. But it's not; it's going from
13 meter to meter to meter to meter and then finally to the
14 power company.

15 The power company can assemble the patterns of
16 usage. That's the thing that bothers me the most, okay,
17 because it's the pattern of usage that you determine and
18 the amount of data that you hold. You don't need to
19 hold any of my data to bill me. All you need to know is
20 how many kilowatt hours of electricity I use per month.
21 That's it. If I use 1,000 watts, or kilowatt hours, you
22 bill me for that, and for intents and purposes you can
23 keep the billing history on that and that's it. You
24 don't need to know that my refrigerator used it.

25 There's a subject that has not been brought up

1 here today. And I'm not a kook. I try to pay attention
2 to what's going on. You have got some situations going
3 on in the world. There is dialogue about one world
4 government happening, Agenda 21. The smart grid locally
5 ties to a regional grid and the regional grid to the
6 national and the national ultimately will be tied to a
7 global grid. And that frightens me, because I don't
8 really want the UN making a decision about anything that
9 happens here inside the United States. (Applause.)

10 One of the other concerns I have is Agenda 21
11 and all the associated issues that go along it. And I
12 feel that this technology that you are shoving down our
13 throats, okay, leads us into that type of a world. I
14 don't need a one world government, and I don't need a
15 meter on the side of my house being smart. I like the
16 dumb ones -- (Applause.) -- that just know how much
17 electricity I'm using, because that's all I'm paying
18 for.

19 I went to my county and my elected officials,
20 and I did the best I could to follow the process that I
21 believe exists for folks like me. And I and a bunch of
22 other people managed to get our commission, after much
23 debate we managed to get our commission to come out with
24 an opt out for Brevard County. I went back after that,
25 and I spoke with each county commissioner, barring one

1 who would not meet with me. Surprisingly enough, that
2 was my county commissioner in my district, okay, but the
3 others did meet with me. And I brought some information
4 up that apparently I didn't think that they had.

5 I was able to get them to amend the opt out to
6 an opt-in resolution, that the consumer if they want
7 this device should opt-in to the program. And I was
8 very happy about that. So I called Florida Power and
9 Light, and I asked them, I said, you know, they just
10 passed this opt in thing. They amended the opt out to
11 an opt in. I said how does that effect the installation
12 process now that you have? And the person on the phone
13 told me it doesn't. We don't recognize either one.

14 So the installation process after the people
15 go and get opt outs and opt in resolutions from their
16 county commissioners, Florida Power and Light, the power
17 company could care less. We are just wasting and
18 spinning our wheels. We're not doing anything that is
19 going to be effective. It doesn't change the process at
20 all.

21 We have listened today that the process is
22 almost complete in -- is it Volusia County? One of the
23 counties says that the installation process is almost
24 complete, yet any of the questions that came up -- I
25 believe it was you, sir. I apologize for not knowing

1 your name -- said maybe we should investigate and have a
2 study on that.

3 Well, while all of the studies are going on,
4 the meters continue to go in and they continue to go in.
5 And I think I heard that the meters are 75 or 80 percent
6 complete in some of the counties. Well, while the study
7 is going to go on, assuming that that was approved upon,
8 the rest of the 20 percent goes in, and then we have got
9 100 percent, and we're going to be billed. Anybody who
10 doesn't want the meter, we're going to be charged
11 because we don't want a meter.

12 Well, I went back before I came here, and I
13 went to some of my county elected officials, and I have
14 from the Board of County -- I beg your pardon, the
15 Brevard County Board of County Commissioners -- from
16 Chuck Nelson I have a request from him, okay, that you
17 pay attention to all the preponderance of scientific
18 evidence that exists and you hear the public's plea.

19 I have from -- I'd like to read this one.
20 This is one that I appreciated the most, okay, from
21 Commissioner Trudie Infantini. "As a Brevard County
22 Commissioner, I'm writing you in support of the many
23 citizens who have serious concerns regarding smart
24 meters. In response to many citizen concerns and
25 requests for a resolution, I originally brought the

1 smart meter opt-out resolution before the Brevard County
2 Board of County Commissioners in May 2012.

3 Subsequently, a citizen's request came before our county
4 commission asking for the opt-out to be changed to an
5 opt-in, Resolution 2012-132.

6 "We requested the Public Service Commission
7 conduct public hearings. I request that the Public
8 Service Commission place an immediate moratorium on
9 further installation and activation of smart meters
10 until such time that the concerns regarding health,
11 cyber security, and privacy have been fully answered and
12 the safety of the public is assured."

13 It is also imperative that a determination be
14 made regarding the smart meters possibly violating
15 federal law. And I believe what is being spoken about
16 there is the EP Act of 2005 and the EISA Act of 2007. I
17 believe that that is what is being spoken about.

18 I have a letter of support calling for -- this
19 is from Representative Ritch Workman, our state
20 representative. He is in full support of calling for an
21 opt-out and/or an opt-in resolution, and he believes the
22 opt-in is in concert with the intent of the
23 Environmental Protection Act of 2005. I think that is
24 phrased improperly. I don't know if it is the
25 Environmental Protection Act -- Energy Policy Act.

1 Okay. I'm sure that's an oversight on his part, but the
2 intent is there.

3 So the point is that our elected officials
4 when people go to these elected officials and we get
5 their support, the power companies have the authority to
6 just ignore what is being said. So we turn to the
7 Public Service Commission as it's your responsibility,
8 as I understand it, to protect the people. And I call
9 upon you to do that.

10 The meters are being forced upon the people.
11 Most of the people who have smart meters have no concept
12 as to what they are. I mean, I watch the news, and they
13 have interviews with people that don't even know who the
14 president or the vice-president of the United States is,
15 let alone a smart meter. So the meters have been put
16 in. They call the homes and they say we are going to
17 upgrade your system. Well, what person in their right
18 mind would turn down a free upgrade. So that's how they
19 put the meters in, and yet all of these questions and
20 concerns and scientific reports are ignored or
21 sidestepped.

22 I challenge you, go look at the Congressional
23 Research Service report that specifically has the chart
24 that indicates that you fine folks can determine what my
25 appliances are using, because each appliance, electrical

1 appliance has a signature. A load signature, I believe,
2 is what it's called. Here comes that dangerous guy with
3 the very little technical information. But I believe
4 that that is what it's called is a load signature. And
5 the chart that I was looking at indicates exactly what
6 that was, just like Peak 37 (phonetic) in Medicine Man,
7 he can identify every appliance in my home as it's being
8 used. And specifically I heard you say today that that
9 is just not being done at this time with these meters.
10 So tomorrow, after the meters are all in, then you turn
11 the dial up and that's when you get it all. And you're
12 holding all of this information.

13 I'm sorry, but I don't feel that the concerns
14 and the safety of the public is your primarily concern
15 here. I believe it's revenue generated and the object
16 is to become part of this larger smart grid and that's
17 what frightens me the most.

18 One last thing. These smart appliances that
19 are on the market, okay, I didn't believe what they were
20 able to do, so I went and I looked them up.
21 Refrigerators are the only thing I'm going to mention,
22 okay, and these smart refrigerators are going to have a
23 monitor on it so you can get to the web and everything.
24 And I'm saying to myself why would my refrigerator need
25 access to the web? All right. And apparently from LG

1 and Samsung, as I went into their websites, future
2 technology for smart refrigerators will incorporate face
3 recognition technology.

4 I don't have any faces that I put into my
5 refrigerator, but that technology is going to be able to
6 recognize what foods I'm putting into my refrigerator.
7 And the benefit to the consumer is so that when I remove
8 that Chinese dinner that I put in six weeks ago, my
9 refrigerator is going to tell me that it might not be a
10 good idea to eat it.

11 Now, that's where the technology is going. Do
12 I really believe that that is why they are going to
13 incorporate this technology? No. I believe that that
14 technology will ultimately be incorporated into my
15 refrigerator so that when it sees I don't have a lot of
16 eggs left, and I use four a day, and I've only got two
17 left, I'm going to get a notice that tells me that
18 Publix has got them on sale and that information will
19 ultimately be sold.

20 So if that's not the case, then I suggest that
21 the power companies and the manufacturers get with
22 Samsung because they are a manufacturer just like you
23 guys, and ask them why they intend on putting face
24 recognition technology into their refrigerator. It's
25 not today's problem that the meter presents. It's where

1 you are putting this, and on what road. I don't need
2 anybody knowing what food is in refrigerator. And if I
3 want to eat bad Chinese food because it's old, that's my
4 business, all right, and I just don't want to have any
5 part of Agenda 21.

6 So it's tomorrow's problems that I'm trying to
7 avoid. And the technology that you are introducing
8 today is bringing us to tomorrow's problems. I
9 respectfully request that you consider that, and I look
10 forward to a moratorium, and hopefully we can get a
11 moratorium on these meters and stop the installation
12 until all of these answers are obtained. Thank you.

13 (Applause.)

14 **MR. CLEMENCE:** Next up is Terri Fulton
15 followed by Hope Howland.

16 **MS. FULTON:** Can you hear me? My name is
17 Terri Fulton, and I'm going to change what I was going
18 to tell y'all today. I was going to tell y'all about
19 how sick I was, and some of the things that happened and
20 my friends said y'all don't care. But I think y'all
21 care. So I'm going to change it.

22 I woke up one day, and when you get age you
23 kind of know what you have had before and you recognize,
24 you know, you've got the flu, you're got a headache,
25 you've got -- whatever it is you recognize it.

1 Well, one morning I woke up shaking all over
2 like this (indicating), and my insides were shaking, and
3 my heart was quivering. And I couldn't get out of bed.
4 When I tried to get out of bed, I was stumbling, really
5 stumbling. And I was thinking, you know, what in the
6 world could I have. So I just went back to bed and
7 tried to get over it.

8 Well, seven days between by, and I started --
9 I was able to think a little bit, and I decided good
10 gracious, girl, you have been doing all this work on
11 smart meters, and reading, and reading, and reading, and
12 you've got smart meter. So it took me a couple of days
13 to get up the energy. That's how sick I was, y'all. It
14 took me a couple of days to -- I was so scared. It took
15 me a couple of days to get up the energy to go to my
16 neighbor's house. I knew I didn't have it, because I
17 did an opt out.

18 So one, two, three, three neighbors did not
19 have a smart meter. So I was stumbling up my driveway,
20 and I guess I wasn't thinking good, but as I was
21 stumbling up my driveway I glanced over to the neighbor
22 next door to my bedroom, and she had a smart meter. And
23 the smart meter was probably -- it's not as far as to
24 the end of this desk right here coming right in my
25 bedroom. So I was sleeping with that thing. And I had

1 seen a public service thing on TV, one of the good
2 public service things about health and all, about five
3 years ago, ten years ago. And it showed what all your
4 body did when you slept. Have y'all ever seen anything
5 like that? It told about what your brain fed and
6 replenished, and it was a whole hour show of absolutely
7 positively amazing what you do when you sleep.

8 Well, apparently that smart meter was
9 destroying everything that my body was supposed to be
10 doing while I was sleeping. So, I couldn't -- I could
11 not call the lady next door because I couldn't talk. I
12 couldn't walk over there because I couldn't walk. So I
13 rested a few more days and I was able to write her a
14 little note on a piece of paper, and it took me another
15 day or so to get that piece of paper stuck in her
16 mailbox begging her to get that meter replaced because I
17 was getting suicidal. I couldn't live like that any
18 more.

19 I work. I work full-time. She finally got it
20 removed and it was about -- I think it took about three
21 weeks and I was, I'd say, 95 percent better. But one
22 thing I didn't tell y'all just now is when I was coming
23 back from my neighbors, and I spotted the meter, I have
24 a gorgeous butterfly bush. It's called a pipe plant,
25 and it grows on a lattice. And at the time I was too

1 sick to care, but I remembered seeing my beautiful
2 butterfly bush that is supposed to be all green. I hope
3 you all can see all this black on the veins. The
4 butterfly bush -- all these beautiful green leaves had
5 these black veins.

6 Now, I did magic marker these black veins in
7 this morning so y'all could see how it did look, because
8 when I went to get y'all some samples, I had remembered
9 that they all dried up, which is something I had read
10 already about smart meters. So they were all dead and
11 shriveled up, but now my plant is back to being
12 beautiful.

13 So this is really the asbestos of the 21st
14 century on steroids. They were talking about the FCC
15 limits, levels, levels limits, levels. Well, it's still
16 all on the thermal, not the nonthermal. So I won't go
17 into that. And I'm not going to repeat what some of the
18 other people have said, so I will say I understand that
19 it's these spikes that are so bad as well as the
20 continuous -- the nonthermal is down here on the low
21 end, and there is where the studies have not been done.
22 But the FCC has all been done up here on the high level
23 sine waves is what I call them. I do have an electronic
24 degree, but it's old. And I was really taken back by
25 Amy Brunges (phonetic) saying that the American Academy

1 of Environmental Medicine are quacks. Those people have
2 been around for 50 years doing very good work, and I
3 have contacted them, and told them where to see her say
4 that, it's on video, and what minute she is saying it,
5 because I'm fed up with what's going on.

6 Canada followed the money and found that the
7 commissioners -- and I'm sure it's not this level
8 commissioners. I feel like it was a higher up
9 commission. I have read so much, y'all. It's hard to
10 keep it all straight -- that these commissioners owned
11 part of the businesses that was making all the money.

12 There is a lady in New Hampshire on the Public
13 PUC, that must be Public Utility -- Nancy Brock from '98
14 to 2003 said that these changes are very expensive and
15 benefits have not yet been proven enough to cover the
16 cost. The manufacturers and the computer people and the
17 Internet, they are seeing dollar signs. People are
18 scrambling to make money off of this. And I'm just a
19 little blond girl, but I can see the money out here
20 already without even considering that.

21 Google, Microsoft, Motorola, Verizon, Cisco,
22 Hewlett-Packard, IBM, they are all rushing for these
23 peak rates, because that's one thing that hasn't been
24 explained exactly here today. These peak rates are
25 going to be horrible. And when I went to our Brevard

1 County Commission, or the public hearing, I forget which
2 one, I got to ask a question to the Public Service
3 Commission, and they asked the question to FPL. My
4 question was what's going to be the peak rate prices?

5 And FPL had the nerve to stand up and say, oh,
6 we're not going to do that. And I believed it, but I
7 was lucky enough to catch the Public Service Commission
8 doing the public hearing, or a hearing on the rate
9 increases when -- I think her name was Santos. Somebody
10 squirmed it out of her that they were going to replace
11 these meters. She said we're going to replace these
12 meters next with these peak rate meters.

13 So that's the thing about it, they are only
14 telling you part of the story. You have got to know
15 what you're doing. You have got to be a medical
16 engineer to know what the right questions are to ask.
17 And you know what, to be honest with you, I'm thinking
18 really a lot of you people really don't know the truth.
19 I really do. You are only being told what you have
20 learned and what you have been told. But I send y'all
21 love.

22 Oh, I got ahold of the Consumer Digest. It's
23 their 50th anniversary, so they are no plunk in the
24 pond. They were talking -- and I am going to skip some
25 stuff here to try to make room. You know, our peak

1 rates are going to be horrible. Like the guy that was
2 speaking at one of our commissions, he just came back
3 from the UK, but he moved back to Florida, and those
4 people were having to get up at 2:00 o'clock in the
5 morning to wash their clothes. It's true. And that's
6 what's going to happen here.

7 They are saying -- I have a lady on here, if I
8 can find it, it came out of Consumer Digest that there
9 is no savings that's going to go on with these meters.
10 They are thinking you might save \$100 a year. Over 23
11 years you might cover the cost. This is a money making
12 thing. We need specialists. You know, these people
13 here, they brought in specialists, let's say, and they
14 brought in people to speak, but they are their people.
15 You know we need the other side.

16 We need a moratorium. Because when people opt
17 in or opt out that wouldn't have help me, y'all. I
18 already opted out. I've still got my analog meter. And
19 that lady next door, she was just a young lady. I would
20 say she's 28 or 29 with two small children. She didn't
21 have a clue. And her two boys were sleeping in that
22 room where that smart meter was that's no longer there.
23 So we have to protect the young and the ignorant from
24 themselves, and that is really y'all's job to help us
25 do that. (Applause.)

1 We need a moratorium. We need to protect
2 families and the children. And I have read reports, and
3 not this Johnny Yahoo off of Yahoo. It's some really
4 good people about the young men that are childbearing
5 age. Their sperm counts are dropping really bad. We
6 are being bombarded. We are just being bombarded, and
7 we don't need this to add to it. And thank you so very
8 much for being here. (Applause.)

9 **MR. CLEMENCE:** Up next is Hope Howland
10 followed by Margaret Black.

11 **MS. HOWLAND:** Thank you. I'm Hope Howland,
12 and I am a native-born Floridian. I live in Flagler
13 Beach. And I'm here -- I have been here all day
14 listening, and I appreciate you letting us come. But I
15 respectfully and urgently request a docketed public
16 hearing. This is an undocketed workshop. I think the
17 public needs to know about smart meters and all the
18 ramifications.

19 I'm going to be very quick. I was very
20 disappointed today in listening, because there was only
21 one question about multiple smart meters on your
22 questionnaire. There was nothing said, that I remember,
23 about interior multiple meters.

24 This is my condo. I have 30 multiple meters
25 that have the potential of becoming smart meters seven

1 feet from my kitchen living space. This is on three
2 floors of our condo. One of your industrial
3 electrical -- I think it's Edison Electric Reports
4 states that generally when you have multi-meters they
5 are on an outside wall or they are in the basement of a
6 highrise. These are neither. They are on three
7 different floors in a nine-story condo seven feet from
8 occupied living spaces.

9 I am requesting that a study be done, that a
10 moratorium be done until a study can be done, and that
11 due diligence is given to the citizens of Florida, of
12 which I am one. Thank you. (Applause.)

13 **MR. CLEMENCE:** Up next is Margaret Black
14 followed by Maredy Hanford.

15 **MS. BLACK:** Good afternoon. Today I heard a
16 lot of utility companies talk about the people who have
17 smart meters, and they seem to assume that the people
18 who have the smart meters wanted the smart meters. I
19 think sending out a postcard saying we are going to
20 upgrade your equipment does not really constitute
21 someone wanting a smart meter.

22 A lot of what I was going to say has been
23 touched on, so I'm going to be very brief. The Energy
24 Policy Act of 2005, which Roger alluded to, specifically
25 added language to Public Utility Regulations Policy Act

1 stating utilities are required -- I'm sorry, I don't
2 feel nervous -- utilities are required upon request by
3 any customer it serves to interconnect on-site
4 generation facilities to the local distribution
5 facilities. Utilities are required to make net metering
6 available to electric customers upon request. Upon
7 request.

8 Utilities are required to offer time-based
9 rate schedules that reflect the variance, if any, in the
10 utility's course of generating and purchasing wholesale
11 electricity. If utilities offer time-based rate
12 schedules, utilities must then offer smart meters to
13 customers who request them. Nowhere does it say you can
14 come in and slap them on the side of a house.

15 The fact that this language was specifically
16 added to the public utility should be enough to clearly
17 indicate this is not a mandatory thing. Since that
18 doesn't seem to be the case, it is your duty as your
19 mission statement says to provide safe and reliable
20 utility service at fair prices, to protect the
21 unsuspecting public from the myriad of health issues
22 associated with RF radiation that will occur with the
23 amount of saturation that the smart grid will release.

24 The evidence is out there. It's not like
25 Florida would be leading the charge. In July the Maine

1 judicial court ruled the Maine Public Utilities
2 Commission failed to resolve health and safety issues
3 related to Central Maine Power Company's installation of
4 smart meters and should now do so. The court sided with
5 smart meter opponents who argued that utility regulators
6 ignored their legal mandate to ensure delivery of safe
7 and reasonable utility services. Sound familiar?

8 California, who is the greenest state in all
9 the land, has been under smart meters for in excess of
10 five years. This is a state that will destroy an desire
11 industry to protect a two-inch fish. They want their
12 smart meters removed. Eleven counties and 45
13 municipalities have now banned or criminalized the
14 installation of smart meters. They want them out
15 because people are getting sick. They are the
16 unfortunate guinea pigs of this experiment.

17 The Vermont legislature passed on May 4th a
18 bill that would eliminate any fee utilities -- I'm
19 sorry, any fees utilities may now charge to customers
20 who refuse a smart meter. California, Maine, and
21 Vermont now have an option to keep their old meters.
22 Lawsuit filed. Connecticut and Iowa have delayed
23 rollout pending more information on technology, mainly
24 because Warren Buffet of Birkshire Hathaway owns a piece
25 of the Iowa utilities and he doesn't want to get stuck

1 with the bill if they have to take them out.

2 The Michigan Attorney General says smart
3 meters are unlikely to save ratepayers money and, in
4 fact, will cost them more, and as such should not be
5 deployed. The Virginia Attorney General has stated that
6 smart meters cannot be legally forced on anyone.
7 Illinois, Massachusetts, and Texas have ongoing
8 lawsuits. Every state has opposition to these meters.

9 A moratorium is the only way to protect the
10 public until you, the Commission -- or you tell the
11 Commission -- can prove to Floridians that this
12 technology will be harmless to their health and safety.
13 An opt out will not protect the uninformed and
14 unsuspecting populous, most of whom know the names of
15 every contestant on American Idol and Survivor, but not
16 the name of the Vice-President. These are the people
17 who need your protection. Thank you. (Applause.)

18 **MR. CLEMENCE:** Up next is Maredy Hanford
19 followed by Bryan Dukeman.

20 **MS. HANFORD:** Hello, gentlemen. My name is
21 Maredy Hanford. I am from Daytona Beach. Originally
22 from Mexico where smart meters are also being installed,
23 and where the association of electricians is opposing
24 the installation because they also know there is a lot
25 wrong about these smart meters.

1 And what I'm going to do is I have been
2 collecting evidence from people that are being harmed,
3 or in some instances they are experiencing --
4 experiences with these smart meters. But before I do
5 that, I want to tell you that you are really just the
6 middle ground players, okay. Many of you don't
7 really -- I don't think that you really know what is the
8 agenda. I would like you to raise your hand and tell me
9 if you know what Agenda 21 is. Would you please raise
10 your if you know what Agenda 21 is?

11 Who knows what Agenda 21 is in this audience?
12 Okay. So it's the citizens, you have to take
13 responsibility to educate yourself as to what Agenda 21
14 is, because it is conspiracy fact, and there are two
15 very good websites that I have highlighted in here.
16 Agenda21today.com for those of you that happen to be
17 either Republicans or independents, and the other one is
18 DemocratsagainstUN -- for United Nations -- Agenda21.com
19 for those of you that happen to be Democrats.

20 Because what we are facing here, ladies and
21 gentlemen, is an enemy that is trying to take down the
22 United States and Americans, and we all have to unite as
23 Americans. It doesn't matter if we are independents,
24 Democrats, or Republicans, or whatever we are. This is
25 a fight for our freedom. Because what smart meters

1 are -- they are nothing but about controlling, and what
2 said Roger Gangitano said about the eggs, I don't
3 believe that's because we are going to go run to Publix
4 and buy a dozen eggs because they are on sale. It might
5 be because they are going to watch, they are going to
6 control everything, even the food that we eat, and
7 that's how I see it.

8 So I have only nine of these. Mr. Futrell, I
9 want to make sure I give you one of these, and to the
10 persons of the Commission here also. And when I finish
11 I will pass it on. I only have nine. Just raise your
12 hand and I will give it to you.

13 Make sure that you read these two websites,
14 Agenda21Today.com or DemocratsAgainstUNAgenda21.com, and
15 that will give you the answer of why this is happening,
16 okay. Because it is much bigger than even Florida Power
17 and Light, and you probably -- I'm pretty sure you just
18 told me you don't know anything about Agenda 21, so
19 start educating yourself right there.

20 It is very important for our freedom, to save
21 our freedom. But here is a letter from a lady. My name
22 is Sandra Pennypacker (phonetic) and I live in Windridge
23 Court in Port Orange. These homes are connected in
24 groups of four. Friday, August 31st, Florida Power and
25 Light installed smart meters, and although I, myself, do

1 not have a smart meter on my home, my neighbors have
2 them on theirs. My neighbor to the left of me has one
3 about 20 feet from my guest bedroom or computer room. I
4 have neighbors directly across the street from me and to
5 the right of me who have them on their homes.

6 Saturday morning, September 1st, at 9:00 a.m.,
7 my heart suddenly started racing and I felt nauseous.
8 That was 16 days ago. And this was written -- she
9 didn't date it, but she gave it to me a couple of days
10 ago. Every day I get a headache. Sometimes it is worse
11 than others. Life as I know it ended Friday the
12 August 31st. I can't keep living like this, but I don't
13 have any other good options. I need to move, but the
14 mortgage on my home is higher than the market value of
15 the house. If this house were sold, I would get nothing
16 out of it. I can't afford another house. I can't stay
17 here, and I can't afford to move. I feel homeless,
18 probably because I really am. I am 75 years old and
19 have never felt so devastated in my life.

20 I think I have the right to grow old with
21 dignity, not homeless. All of this is not because I
22 have made bad financial decisions or that I did anything
23 wrong. No, it is because Florida Power and Light's
24 priority is to make bigger profits at the expense of the
25 American people. It is not that they don't know these

1 smart meters are harmful to our health. They just keep
2 saying there is not a problem.

3 I can tell you from personal experience there
4 is a problem. I just happen to be the canary in the
5 coal mine. All the people being exposed to these smart
6 meters are being bombarded with EMS, electromagnetic
7 frequencies, they just don't know it yet. I am of the
8 opinion that they broke it, and it is their
9 responsibility to fix it. So keep installing them,
10 because eventually you are just going to have to
11 disinstall them. And there is a saying in Mexico the
12 dumb person and the ill-intentioned person, they walk
13 the same path twice. You should really have waited for
14 this workshop or a hearing before you continue
15 installing them. But you are installing them. So you
16 are going have to disinstall them.

17 Government should do for the people what the
18 people cannot do for themselves. And obviously I am no
19 match for Florida Power and Light. So I am asking
20 whoever can stand up to the Florida Power and Light to
21 please tell them to take their meters out of Windridge
22 Court, and actually all of Florida. They are making me
23 sick. And those people, the responsible ones that are
24 to look for the welfare of people is the Public Service
25 Commission, please you have to look out for our

1 well-being and it is your responsibility, it is your job
2 to protect us.

3 The other letter is from a lady, Melanie A.
4 I'm not going to disclose her name. I'm protecting her
5 identify. Today I received this in the mail. I called
6 Florida Power and Light and stated I want to opt out.
7 The lady took my account number and my phone number.
8 She stated that a customer advocate will be giving you a
9 call, quote. When I advised her that I believed there
10 have been a communication error, that I am not
11 interested in Florida Power and Light propaganda, I
12 simply will not allow a smart meter in my home, I was
13 told, ma'am, it isn't optional. You will get the meter
14 installed free of charge, parentheses, as if I would pay
15 for it, end parentheses. The rumors about health issues
16 are unfounded. Because you live in the city limits of
17 Daytona Beach, it will be installed in the next two
18 months.

19 Now, this is the fun part. While I was nicely
20 explaining that I simply am not going to allow it, she
21 must have thought she had me on mute, and she began
22 giggling with another individual and said, yeah, right
23 lady. Where do you plan to get power from? Just keep
24 yapping. Where do you plan to get power from? Just
25 keep yapping like you have a choice.

1 I was outraged, and I told her so. She was
2 obviously embarrassed that I had heard her. She ended
3 by saying there is no further point to this
4 conversation. A customer advocate will be giving you a
5 call, and disconnected the call. She did make one
6 point. A monopoly will indeed allow them to do as they
7 see fit. So that's the point. This is a monopoly and
8 you are abusing that situation that you are a monopoly,
9 that we don't have any other alternative to get
10 electricity from.

11 So please educate yourself as to Agenda 21.
12 Agenda to the 21st century signed by Bush father
13 20 years ago, the sign to control the world for the
14 installment of the one world order. And, again, it's
15 not a conspiracy theory. It's a conspiracy fact. And
16 if we are all going to survive, because you also are
17 going to have smart meters installed in your house, if
18 we are all going to survive we need to come back
19 together, be together whether you are Republican,
20 Democrat, independent, no matter what you are, we need
21 to band together and to stand. Because this is an
22 attack against freedom, ladies and gentlemen. We are
23 seeing another reverse of the nation.

24 Just like Jefferson and Washington had to
25 fight for this country, now it is our turn. It is a

1 very serious threat, and the Communists -- they don't
2 call themselves Communists anymore. They say that they
3 are Progressives. They hide behind the green mask
4 because they are environmentalists. Oh, we have good
5 water. We have trees. Who doesn't want nice trees and
6 water? Everybody. But that is their disguise. They
7 feed us poison. Just like they are feeding us fluoride
8 in the water. Fluoride, which is an industrial waste,
9 and it is poisoning us little by little because this
10 agenda, forty chapters that you can download from one of
11 these sites, they are Agenda21today.com sites. Read
12 those 40 chapters. In one of the chapters, I believe it
13 is Chapter 40, there is their intent to depopulate the
14 world by 95 percent. It is written. You can go on the
15 Internet and you can read it. It is right in there.

16 So the Communists used to call -- you have a
17 very funny word for people like you, that you don't know
18 what you really are doing and you are pushing for this,
19 even though it is in your own detriment. They called
20 them useful idiots. And I don't mean to say that you
21 are idiots, but if you don't educate yourself after you
22 have heard me then you might think that maybe you are.
23 So, please, educate yourselves.

24 And I will pass these out for those of you
25 that want to read it. Thank you. (Applause.)

1 **MR. CLEMENCE:** Bryan Dukeman followed by
2 Robert Root.

3 **MR. DUKEMAN:** Hello. Thank you for having me,
4 PSC. I wrote a long thing that would probably take me
5 hours to read, so I'm going to try to do it in bullet
6 points because of time. So if I repeat things or
7 stumble through it, I apologize. I'm just trying to get
8 it done as quickly as possible because I know we were
9 supposed to end at 5:00. Is that correct?

10 Okay. Smart meters. My 12-year-old son made
11 a comment to me on the way up here, and I think we have
12 talked about it before. We talked about the microwave
13 use and the cell phone use where it's just a little bit
14 and a little more is added. Well, we have a choice on
15 that. We got rid of our microwave eight years ago. We
16 don't use cell phones. You can turn them on airplane
17 mode or turn them off. We don't go into establishments
18 that have the wireless. We don't want it. And there
19 has been so many reports out there not only in this
20 state, in other states, and throughout the world that
21 say these things are definitely giving off more
22 radiation than what we have heard today.

23 So, basically, we want a choice. I know we
24 have talked about it before, the opt in. The opt out
25 clause is useless because we have talked to thousands of

1 people in our Central Florida area about smart meters,
2 and a handful of people have known what they are. And
3 if they know what they are and heard of them, they don't
4 know what they do. So these things were put on through
5 the back door and people don't even realize what they
6 are and what they have.

7 We had a Port Orange meeting, and one of the
8 FPL representatives said basically, you know, you're
9 getting the microwaves -- and I will just call them
10 waves to make it simple. You are getting the waves from
11 the microwave and the cell phone and other things, so
12 basically what's a little more on your house, because
13 it's negligible. Well, we disagree that it is
14 negligible. Studies have been done that it is more than
15 that.

16 I know somebody has already mentioned it, but
17 we're calling for a public meeting, that is not this
18 undocketed -- and I'm trying to use terms that I heard.
19 I'm not a politician or a legal person. We're calling
20 for a full docketed meeting. And I have a note here
21 that was from a FPL representative to the Flagler Beach
22 commissioners, and I would like to read it. Quote, a
23 month ago, the FPSC said that it will formalize a
24 process through a workshop or other means to smart meter
25 related issues, including the extent to which the PSC

1 has jurisdiction over such items. The PSC has advised
2 that, in quote, the process will allow for full
3 stakeholder participation and is scheduled for
4 September 20th.

5 I believe us as citizens of Florida are not
6 stakeholders, and to give them seven hours on the floor
7 and to give us a couple of minutes at the end is
8 ludicrous. (Applause.) I wish I could bring my
9 PowerPoint presentation and show them what the real
10 facts are, but I wasn't given that opportunity. I was
11 given a couple of minutes at the end because of time, so
12 we're trying to hurry it along.

13 So I wish I was afforded the same respect to
14 have my PowerPoint presentation. So I think we are
15 calling for a legal docketed official public record
16 entry hearing, because we are stakeholders in this more
17 than anybody. It's our health and our privacy that
18 we're talking about.

19 I know that in Vermont, from my understanding
20 and from what I have read and what I have seen, that
21 three power companies in Vermont were told by the
22 commission to prove in writing that these smart meters
23 were, quote, unquote, safe. And between those three
24 power companies they could not prove it in writing that
25 it was safe, so they decided to ban putting them in or

1 put they on hold for now.

2 I think it has been discussed, I was out of
3 the room, but I thought I heard somebody say there were
4 67 municipalities and counties in Florida. I don't know
5 if it was mentioned that had put a ban on these. Yeah,
6 in California. I was outside, but I thought I heard
7 somebody mention that. So they're not -- you know, they
8 are the green, green state that leads everything, so
9 they are not banning these things for no reason.

10 We have been to six or seven county meetings
11 in Central Florida to different counties and towns, and
12 we have asked for an opt-in clause, okay. And I think
13 it was mentioned earlier. An opt-out clause is
14 ridiculous, because people don't even know what a smart
15 meter is. So if you don't know what you don't know what
16 you don't know. Educate them. Let them decide and then
17 see if they really want these things.

18 So we are asking for an opt-in clause. And
19 you can Google it, go to YouTube, I'm sure you've all
20 been on it just as we have. So there were seven
21 meetings that we have been to where they said, okay, we
22 have heard everything from FPL and from you, we are
23 going to do an opt-in clause. And that is how serious
24 they have taken it. Okay.

25 We were at -- I was at a meeting several weeks

1 back, and I don't know what the technical term, but
2 somebody had a gadget there that measures waves, these
3 waves that we are talking about. So she had it up and
4 she had a cell phone there and there was nothing coming
5 out. And then she turned the cell phone on wirelessly
6 and the thing started going up and reading it. Then we
7 took it out to a meter, an old meter and there was
8 nothing there. We took it out to one of these smart
9 meters and the thing went off the grid.

10 And I don't know what the technical term for
11 the machine was or exactly what it recorded. I wish I
12 would have written it down or videotaped it. But for
13 them to say it is negligible and it's only pulsing, you
14 know, once a day or whatever, that is simply
15 unsubstantiated from what I have learned. It is pulsing
16 all day long, 24/7.

17 Let's see. And then somebody made a comment,
18 Mr. Bryan from FPL over there, that they are going to
19 charge people, for example, \$1,000 if they want to keep
20 the old thing. And then he said once we charge people,
21 you know, most are going to come over. Well, of course
22 they are. Some people in Florida especially are on
23 fixed incomes, and even \$10 more a month is a detriment.
24 Of course they are going to comply if you are
25 strong-armed. You know, we are going to charge you

1 \$1,000. Well, wait a minute. Yeah, count me in. But
2 that doesn't mean it's still safe, and that doesn't mean
3 it's in our best interest.

4 Even the current and past CIA director has
5 said no, no to smart meters. Look it up. He said that
6 these things -- if I quote him right -- are really,
7 really stupid. Okay. So even the CIA director knows
8 the vulnerability. And I believe this gentleman here
9 said I'm not concerned about so much what's going on --
10 well, I am with the radiation, but where this is heading
11 down the road, what this is setting us up for. It will
12 happen down the road, and that's what my fear is.

13 We have all heard about how safe cigarette
14 smoke was, or it wasn't bad, and asbestos, and Agent
15 Orange, and we can go through dozens of products, and
16 look where we are at today and the lawsuits that have
17 come out. This is another one waiting to happen. So I
18 think you're charged with preventing that before it
19 happens. And like we talk about, they can keep
20 installing their 1,500 to 2,000 meters per day, but that
21 doesn't mean once it goes through the legal process that
22 there is not a recall, and at their cost they will have
23 to take all these meters out, because they are going to
24 find that they are unsafe.

25 Let's see. I would charge any one of these

1 member to go to the mall with me, I'll pay for it, and
2 we will walk around the mall today or tomorrow, I'll do
3 it on my dime, and we'll do a survey of people in the
4 mall or wherever people are congregated and ask them if
5 they know what a smart meter is and if they know what it
6 does. And I would be willing to bet you it would be
7 negligible on the people that know what a smart meter
8 is. So you haven't done your job of educating the
9 consumer. (Applause.)

10 I know we're pressed for time. That's my
11 major points. I have other stuff, but, you know, that
12 will come out later. Thank you. (Applause.)

13 **MR. CLEMENCE:** Up next is Robert Root followed
14 by Neil Rice.

15 **MR. ROOT:** Okay. Good afternoon. My name Bob
16 Root of Shady Grove, Florida. I'm sorry I wasn't here
17 for the meeting all day, but I was in Jacksonville this
18 morning for a meeting.

19 The couple of hours I was here, it was obvious
20 these guys are going to Delphi you. So you pretty much
21 have to discount what they are going to say. I'm here
22 on the basis of a Fourth Amendment issue. I have a
23 right to privacy. I wrote my Tri-County Electric Co-op
24 a letter and got a response. It has probably been two,
25 two and a half years ago when they put in the smart

1 meter for me. And so it turns out now I've got to pay a
2 dollar a day more for this -- to get rid of this smart
3 meter.

4 Anyway, I just think that is ridiculous. I
5 probably have a little bit more gray hair than most of
6 you, but that's going to mean an extra five thousand
7 bucks for me probably. That's not right. I just don't
8 think it's right.

9 As far as inspections, when they come out and
10 change it, my meter box is full to the top with water.
11 I should say full to the bottom with water, and they
12 obviously didn't care when they come out and put this
13 smart meter in that the line side of the conduit was
14 full of water, so the service conductors are under water
15 going clear up the pole.

16 Fortunately for me, it happens to be a good
17 distance from my house, but that's the reason I put it
18 out there. But I certainly understand these people when
19 they are talking about health issues. And I believe
20 that's all I have to say today, but I would discount
21 virtually everything they said. This meeting should
22 have occurred, these public comments should have
23 occurred first not last. (Applause.)

24 **MR. CLEMENCE:** Neil Rice followed by Bob
25 Mizelle.

1 **MS. RICE:** Thank you. My name is Neil Rice.
2 I didn't plan on speaking here today, but after
3 listening to these gentlemen here, the corruption in
4 this room is beyond words. The deceit. This is about
5 power, money, and control. The health issues are there,
6 the danger is there, and we are a free America and we do
7 not appreciate any of you putting mandates on us.

8 We have a Fourth Amendment right. You're
9 saying how much money this is going to save? Then what
10 do you keep asking for a rate increase for? Anyone want
11 to answer that one?

12 What about the wonderful conference you just
13 had. That was pretty elaborate, wasn't it? I would
14 love to have seen the total on that at the expense of
15 the consumer.

16 How much waste? Because you people in a big
17 corporation could care less. And when this lady was up
18 here speaking about Agenda 21, there is a lot of you
19 here that are aware of more than what you would like to
20 lead onto. Do you ever see the names of FPL on the
21 bottom of conferences for support with the ICLEI
22 (phonetic), the National League of Cities, the National
23 Association of Counties?

24 We are not going to take this sitting down.
25 (Applause.) We will fight this. Myself, personally, if

1 I have to turn the electricity off. We have had enough
2 of this. Big money, big power, and you sit here like a
3 bunch of bobbleheads and you won't even answer
4 questions. You at the front table, you need to be in
5 the back of the room. The people are the ones. This is
6 a monopoly and we are having mandates put on us,
7 gentlemen, and this is called Communism. (Applause.)

8 **MR. CLEMENCE:** Bob Mizelle.

9 **MR. MIZELLE:** That's going to be a tough act
10 to follow. My name is Bob Mizelle. I'm from Hollyhill,
11 and I had not planned to speak either. But just prior
12 to the public comments I jotted down a few notes here.
13 And so I apologize in advance for any imprecision and/or
14 incoherence here.

15 The scientific and technical comments of the
16 gentlemen here, the experts, are way above my pay grade.
17 I'm just a retired guitar teacher, but they were very
18 impressive sounding, and as far as I know they may be
19 entirely true. However, the smart meters may be as
20 wonderful and necessary as claimed, I don't know. I
21 came up here to this meeting to educate myself. I just
22 got involved in this a couple of weeks ago. And I do
23 not have a computer, so I'm limited in how I can access
24 information. But I figured, okay, let's go to the
25 meetings, hear the information as it is presented, get

1 both sides, and then I'm hoping to get hooked up with
2 the Internet soon.

3 But anyway, I'm in contact with some very
4 knowledgable people, and I'm learning more every day.
5 So that's why I'm here. So I kind of represent the
6 average idiot. The people that have spoken here
7 obviously know what they're talking about. They have
8 come here prepared with studies, with reports, with in
9 some cases years of study. And so my position is I just
10 want both sides heard. I want all the information to
11 come out where I can make an educated decision on what's
12 going on.

13 I would like to hear all the opponents of the
14 smart meters present their objections in the same detail
15 as has been offered to the industry experts here today.
16 This has been -- and, again, I made these notes here
17 just before all the speakers appeared, so some of this
18 is going to be more or less irrelevant, but there will
19 be a point to be made, and I will mention that at the
20 end. And I don't have very much to the say, so I won't
21 be long here.

22 Anyway, I would like this also done in a
23 public hearing, not just a workshop, as has been said,
24 and with all the FPS (sic) Commission members present.
25 I am only weeks into my interest in this topic, as I

1 mentioned, but there are several people in my area in
2 Daytona -- I'm in Hollyhill, as I said. A small little
3 town next to Daytona -- that have been studying this for
4 years and are quite knowledgable. I'm sure other
5 persons throughout the state have information that needs
6 to be considered.

7 Though not up to speed on this particular
8 issue, I am a student of history, and my studies have
9 shown me beyond any shadow of a doubt that things in the
10 public sphere are quite frequently not all they appear
11 to be. In short, politicians, government agencies,
12 industry lobbyists, et cetera, et cetera, it goes on and
13 on, are often free and loose with the truth.

14 On a weekly basis one can read in the news
15 where such entities are being either indicted or paying
16 large fines for basically lying to the public. Some of
17 these things have been mentioned earlier. That's all I
18 had time to write down. But what I would like to point
19 out here is that when I wrote this down I had not heard
20 these people speak. Now I have, okay, to people I said
21 that have some knowledge. They have presented some of
22 this knowledge, but it has been in a short curtailed
23 manner. And as was mentioned earlier, not in a
24 PowerPoint presentation. All the documentation hasn't
25 been viewed by the people that need to see it. This

1 needs to be done, folks, you know. And I agree with the
2 position that a moratorium on these things should be put
3 out, and let's just stop it where it is. Let's
4 investigate it. Let's have experts that know what
5 they're talking about. See all the evidence, not just
6 one side of it, but significant parts that have not been
7 brought forth, then let the public be aware of this
8 stuff. Have it put on television, have it put on the
9 Internet where people can, you know, find out what the
10 facts are. And basically that's about all I've got to
11 say. Thank you very much.

12 **MR. CLEMENCE:** I would like to wrap this up by
13 thanking everyone who came out today. Thank you for all
14 the time and effort that went into the presentations
15 from our utilities and the manufacturers.

16 Further, I would like to thank the public for
17 taking time away from their jobs, from their families,
18 friends, and loved ones for enjoining us here today.

19 Finally, I would like to take a moment, once,
20 again, and mention post-workshop comments. I would ask
21 that you please use the questions that were included in
22 the agenda as a guide to formulate your post-workshop
23 comments. Feel free to add to them as you see fit and
24 include any other information you wish.

25 One more time, if it is not ingrained in

1 everyone's head, my e-mail address is
2 WALTER.CLEMENCE@PSC.STATE.FL.US. If you wish to mail
3 your comments in, feel free to do so to the Commission,
4 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399.
5 I would ask for ease of convenience, please send them to
6 either my attention or to the attention of the smart
7 meter workshop.

8 Thank you, again. If you guys are traveling,
9 have a safe trip home.

10 (The workshop concluded at 5:36 p.m.)

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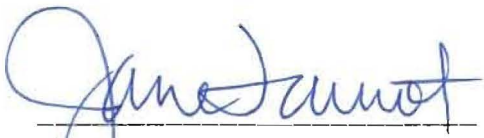
COUNTY OF LEON)

WE, JANE FAUROT, RPR, and LINDA BOLES, RPR, CRR, Official Commission Reporters, do hereby certify that the foregoing proceeding was heard at the time and place herein stated.


IT IS FURTHER CERTIFIED that we stenographically reported the said proceedings; that the same has been transcribed under our direct supervision; and that this transcript constitutes a true transcription of our notes of said proceedings.

WE FURTHER CERTIFY that we are not a relative, employee, attorney or counsel of any of the parties, nor are we a relative or employee of any of the parties' attorneys or counsel connected with the action, nor are we financially interested in the action.

DATED THIS 2nd day of October, 2012.



JANE FAUROT, RPR



LINDA BOLES, CRR, RPR

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