## STATE OF FLORIDA



OFFICE OF THE GENERAL COUNSEL S. CURTIS KISER GENERAL COUNSEL (850) 413-6199

Aublic Service Commission

May 17, 2013

COMMISSION

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John T. Burnett Duke Energy Florida, Inc. P.O. Box 14042 St. Petersburg, FL 33733

STAFF'S FIRST DATA REQUEST

RE: Docket No. 130091-EI- Petition of Progess Energy Florida, Inc. to approve establishment of a regulatory asset and associated three-year amortization schedule for costs associated with PEF's previously approved thermal discharge compliance project.

Dear Mr. Burnett,

By this letter, the Commission staff requests that Duke Energy Florida, Inc., provide responses to the following data requests.

- 1. Referring to the first sentence in paragraph 5, page 2, of Duke Energy Florida's (DEF or Company) petition filed on April 1, 2013, in Docket 130007-EI (Petition), and page 9, lines 11-12, of correct revision of witness Foster's testimony filed on April 2, 2013, in the same docket, please provide a detailed technical explanation of why the Thermal Discharging Permanent Cooling Tower is no longer necessary with the retirement of CR3.
- 2. Referring to the second sentence in paragraph 5, page 2, of the Petition, please elaborate on the "exit or wind-down costs" associated with the Permanent Cooling Tower project and specify the actual dollar amounts of these costs. (ECRC Project No. 11.1).
- 3. Please refer to paragraph 5, page 2, of the Petition, and to page 23 of 27 of exhibit TGF-1 attached to Thomas Foster's testimony in Docket No. 130007-EI. Please breakdown the \$18.1 million by category including specifically identifying the amounts for permitting, design fees and engineering, contract terminations, and exit or wind-down costs.
- 4. Please explain why the Company proposes a three year amortization schedule. As part of the response to this interrogatory, please discuss any alternative amortization schedules that DEF considered for example, 5 years.

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- 5. Referring to Form 42 8A, page 15 of 18, the Company filed on April 2, 2013, please specify the assets associated with the \$503 monthly depreciation expense the Company reported for Project No. 11.1.
- 6. Has the Company tried to realize the salvage values associated with the Permanent Cooling Tower project, especially associated with the assets discussed in question 5?
- 7. If the response to question 6 is affirmative, what are the dollar amounts associated with the salvage values of the project and the assets discussed in question 6?
- 8. How will the dollar amounts, if any, discussed in question 7 be treated?
- 9. If the response to question 6 is negative, please explain why not.
- 10. If the Company's petition is approved by the Commission, what will be the residential customer bill impacts (\$/1,000 KWh) for each affected year?
- 11. For each year, 2008 through 2012, please state the total amount that DEF has collected for the permanent thermal discharge project at Crystal River through the ECRC.
- 12. For the Thermal Discharging Permanent Cooling Tower, please state the revenue requirement to be recovered through the ECRC for each year 2013, 2014, and 2015. Please show the calculations.
- 13. For the Thermal Discharging Permanent Cooling Tower, please state the revenue requirement for each year to be recovered through the ECRC assuming a 4 year amortization period.
- 14. For the Thermal Discharging Permanent Cooling Tower, please state the revenue requirement for each year to be recovered through the ECRC assuming a 5 year amortization period.
- 15. For the Thermal Discharging Permanent Cooling Tower, please state the revenue requirement to be recovered through the NCRC for each year 2013 and 2014. Please show the calculations.
- 16. For the Thermal Discharging Permanent Cooling Tower, please state the total revenue requirement to be recovered through the NCRC for each year of recovery.

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Please file the original and five copies of the requested information by Friday, June 7, 2013, with Ms. Ann Cole, Commission Clerk, Office of Commission Clerk, 2540 Shumard Oak Boulevard, Tallahassee, Florida, 32399-0850. Please feel free to call me at (850) 413-6191 if you have any questions.

Respectfully,

Charles W. Murphy

Senior Attorney

CWM/dmw

Office of Commission Clerk cc: