

Brian Schultz

From: Asha Maharaj-Lucas
Sent: Thursday, February 25, 2021 8:02 AM
To: CLK - Agenda Staff; Commissioners & Staffs
Cc: Andrew Maurey; Mark Futrell; Mary Anne Helton; Judy Harlow; Tom Ballinger; Braulio Baez; Kate Hamrick; Nancy Harrison; Jacqueline Moore; Apryl Lynn; Paul Snyder; Matthew Andrews; Justin Sowards; Bart Fletcher; Cheryl Bulecza-Banks; Curt Mouring; Penny Buys; Donald Phillips; Emily Knoblauch; Jenny Wu; Leah Haas; Tripp Coston; Holly Forrest; Shaw Stiller; Jennifer Crawford
Subject: Approved Request for Oral Modification to Item 11 on the March 2 2021 Commission Conference

Good Morning,

Please see the approved oral modification to Item # 11, Docket No. 202000242-EI, for the March 2, 2021, Agenda.

Thanks

Asha

From: Braulio Baez
Sent: Wednesday, February 24, 2021 5:22 PM
To: Andrew Maurey; Mark Futrell; Mary Anne Helton
Cc: Asha Maharaj-Lucas; Kate Hamrick; Nancy Harrison; Judy Harlow; Tom Ballinger
Subject: RE: Request for Oral Modification to Item 11 on the March 2 2021 Commission Conference

Approved. Thanks, Andrew.

Sent from my T-Mobile 4G LTE Device

----- Original message -----

From: Andrew Maurey <AMaurey@PSC.STATE.FL.US>
Date: 2/24/21 5:10 PM (GMT-05:00)
To: Braulio Baez <BBaez@PSC.STATE.FL.US>, Mark Futrell <MFutrell@PSC.STATE.FL.US>, Mary Anne Helton <MHelton@PSC.STATE.FL.US>
Cc: Asha Maharaj-Lucas <AMaharaj@psc.state.fl.us>, Kate Hamrick <KHamrick@psc.state.fl.us>, Nancy Harrison <NHarriso@PSC.STATE.FL.US>, Judy Harlow <JHarlow@PSC.STATE.FL.US>, Tom Ballinger <TBallig@PSC.STATE.FL.US>
Subject: Request for Oral Modification to Item 11 on the March 2 2021 Commission Conference

Staff requests approval to make an oral modification to Item 11 scheduled for the March 2, 2021 Commission Conference, Petition for approval of regulatory assets related to the

retirements of the coal generation assets at Plant Crist Units 4, 5, 6, and 7, by Gulf Power Company, Docket No. 202000242-EI. The Company's petition also addresses impacts to the Environmental Cost Recovery Clause, Docket No. 20210007-EI. Both dockets are listed on the cover page of staff's recommendation.

Staff's proposed modification is limited to correcting the Commissioners Assigned and Prehearing Officers reflected on the cover page of the recommendation.

Subsequent to filing its recommendation, the Commission Clerk notified staff that currently, Docket No. 202000242-EI is assigned to a three

Commissioner panel, while Docket No. 20210007-EI, is assigned to all Commissioners. Staff is proposing to modify the cover page to

reflect the correct Commissioner assignments and Prehearing Officers.

This change has no effect on staff's recommended action and no other modifications are being requested.

The corrected cover page is shown below and is also attached to this email. Also shown below is page two of staff's recommendation.

Staff's proposed modification affected the pagination, resulting in some verbiage on the cover page to be truncated to page 2.

State of Florida



Public Service Commission

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-M-E-M-O-R-A-N-D-U-M-

DATE: February 18, 2021

TO: Office of Commission Clerk (Teitzman)

FROM: Division of Accounting and Finance (Snyder, M. Andrews, Mouring, Sowards)
Division of Economics (Coston, Forrest, Haas, Wu)
Division of Engineering (P. Buys, Knoblauch, Phillips)
Office of the General Counsel (Stiller, J. Crawford)

RE: Docket No. 20200242-EI – Petition for approval of regulatory assets related to the retirements of the coal generation assets at Plant Crist Units 4, 5, 6, and 7, by Gulf Power Company.

Docket No. 20210007-EI – Environmental Cost Recovery Clause

AGENDA: 3/2/21 – Regular Agenda – Proposed Agency Action – Interested Persons May Participate

COMMISSIONERS ASSIGNED: Clark, Fay, La Rosa (Docket No. 20200242-EI)
All Commissioners (Docket No. 20210007-EI)

PREHEARING OFFICER: La Rosa (Docket No. 20200242-EI)
Fay (Docket No. 20210007-EI)

CRITICAL DATES: April 19, 2021 (90-day deadline to act on Petition for Waiver per Section 120.542(8), Florida Statutes)

SPECIAL INSTRUCTIONS: This Item should be taken up immediately after staff's recommendation in Docket No. 20200241-EI

Case Background

On November 10, 2020, Gulf Power Company (Gulf or Company) filed a petition seeking approval to create two regulatory assets and defer recovery of amounts related to the retirement of Plant Crist Units 4, 5, 6, and 7 (Units) and for a Mid-Course Correction to its 2021

Docket No. 20200242-EI

Date: February 18, 2021

Environmental Cost Recovery Clause (ECRC) factors reflecting the impact of the early retirement of the coal generation assets and capability at Plant Crist Units 4-7. The decision to retire Units 4-7 was based on damage sustained to these Units as a result of Hurricane Sally on September 16, 2020. As of retirement of the Units on October 15, 2020, the Net Book Value (NBV) of the Units was approximately \$462 million. The reduction to the ECRC factor requested by Gulf would reduce rates by \$3.71 per 1,000 kilowatt-hour (kwh). In conjunction with its request for a reduction to its ECRC factors, Gulf has filed a petition to implement an interim storm restoration recovery charge to recover incremental storm restoration costs related to damage caused by Hurricane Sally.¹

The Office of Public Counsel is listed as an interested person in this docket.

This recommendation addresses the creation of two regulatory assets and the deferral of their recovery to a future proceeding and Gulf's request for approval of a Mid-Course Correction to its 2021 ECRC factors reflecting the impact of the retirement of the coal generation assets and capability at Plant Crist Units 4-7. This recommendation also addresses a rule waiver requested by Gulf to address the timing of this request relative to the proposed early retirement date of the Units. The Commission has jurisdiction over this matter pursuant to Sections 366.04 and 366.06 Florida Statutes (F.S.).

