

VOTE SHEET

DATE: January 3, 1996

RE: DOCKET NO. 950379-EI - Investigation into earnings for 1995 and 1996 of Tampa Electric Company.

Issue 1: Recommendation that Tampa Electric Company be ordered to hold 1996 earnings in excess of the maximum of the range of its authorized rate of return on equity (12.75%) under bond or corporate undertaking subject to refund. The best information available to staff, including TECOs own projections, indicates substantial overearnings are projected for 1996. The application of the interim statute in this case is inappropriate, as it would likely overstate the amount necessary to protect the interests of the ratepayers.

**DENIED**

The Commission voted to accept the attached proposal from TECO, with modifications made at the conference and noted on the proposal, the decision to be issued as proposed agency action. The Commission took final

Issue 2: Recommendation that the Commission hold a limited proceeding hearing within 60 days to consider updating the authorized return on equity for Tampa Electric Company.

agency action on its decision that, if the PAA order is protested, any revenues above 12.75% will be held subject to Commission disposition.

COMMISSIONERS ASSIGNED: Full Commission

COMMISSIONERS' SIGNATURES

MAJORITY

DISSENTING

*[Handwritten signatures in blue ink: Susan J. Clark, J. Terry Deaso, Steve X. ...]*

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REMARKS/DISSENTING COMMENTS:

PSC/RAR33 (5/90)

DOCUMENT NUMBER-DATE

00398 JAN 12 96

FPSC-RECORDS/REPORTING

Vote Sheet  
Docket No. 950379-EI  
January 3, 1996

Issue 3: Recommendation that this docket remain open until staff has reviewed Tampa Electric Company's historical earnings data for 1996, and the Commission has determined the amount and appropriate disposition of any overearnings.

*See decision in Issue 1*

TAMPA ELECTRIC PROPOSAL  
1996 REVENUES

1. 50% of any actual revenues ~~contributing to earnings~~ in excess of 11.50% ROE will be held subject to the Commission's jurisdiction up to a net earned ROE of 12.50% on an FPSC adjusted basis per December earnings surveillance reports for calendar year 1996. The company also agrees that any actual revenues in excess of the net 12.50% ROE will be held subject to the Commission's jurisdiction.
2. The 1996 revenues subject to Commission jurisdiction will be held until 1997 and will accrue interest at the thirty day commercial paper rate as specified in Rule 25-6.109, Florida Administrative Code. **The revenues will be treated as if collected evenly throughout the year.**
3. The calculation of the actual ROE for 1996 will be on an "FPSC Adjusted Basis" using the appropriate adjustments approved in Tampa Electric's last full price change proceeding. All reasonable and prudent expenses and investment will be allowed in the calculation and no annualized or proforma adjustments will be made.  
**(Docket No. 920324-EI).**
4. Tampa Electric agrees to petition the Commission by March 1, 1997 to determine the specific method for disposition of the revenues and interest held subject to the Commission's jurisdiction.  
**1996**
5. The calendar year 1996 surveillance report on which the ~~deferred revenues~~ will be based, is subject to audit and true-up by ~~the FPSC Staff~~. **held subject to Commission jurisdiction**
6. The Commission will retain jurisdiction over all revenues held subject to Commission disposition.

3-Jan-96

7. **If through a protest the Proposed Agency Action is nullified, Tampa Electric agrees that effective with a beginning date of January 3, 1996 100% of any actual 1996 revenues in excess of a 12.75% ROE will be held subject to Commission jurisdiction. The calculation methodology will be the same as in Item Number 3 above.**