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Charles A. Guyton 850.222.2300

May 1, 2002

Ms. Blanca S. Bayó, Director Division of Commission Clerk and Administrative Services Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Via Hand Delivery

Re:

CONFIDENTIAL DOCUMENT FILING

Docket Nos. 020262-EI, 020263-EI

Dear Ms. Bayó:

Miami

Santo Domingo

West Palm Beach Tallahassee Naples

Enclosed for filing on behalf of Florida Power & Light Company ("FPL") are the original and fifteen copies of a Notice of Intent to Request Confidential Classification, together with a diskette containing the electronic version of same. The Notice of Intent pertains to certain documents responsive to Staff's First Set of Interrogatories to FPL in Docket Nos. 020262-EI, 020263-EI. Exhibit A to the Notice are copies of these discovery requests.

Please note that Exhibit B of FPL's Notice of Intent to Request Confidential Classification contains information which is CONFIDENTIAL. Exhibit B consists of paper copies of attachments to FPL's response to Interrogatory No. 23 and FPL's responses to Interrogatories Nos. 40 - 43. To facilitate the confidential handling of this confidential information, we have labeled it CONFIDENTIAL and enclosed it in a separate envelope labeled "Exhibit B CONFIDENTIAL".

Copies of the Notice of Intent without Exhibit B have been served upon the Division of Legal Services and all parties of record.

AUS	If you or your staff have any questions	regarding this transmittal, please contact me at 222-2300.
CMP	This docketed notice of intent was filed Confidential Document No.04749-0	2. The very traffy yours,
GCR	document has been placed in confident pending timely receipt of a request for confidentiality.	- / // - /
	Enclosure cc: Martha Carter Brown	Elianes A. Guyton
	Counsel for Parties of Record	DOCUMENT NUMBER-DA

Key West London

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RICHAZIN B NAY-12 São Paulo

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition of Florida Power & Light Company for a determination of need for a power plant proposed to be located in Martin County)))	Docket No. 020262-EI
In re: Petition of Florida Power & Light	ِث ر	Docket No. 020263-EI
Company for a determination of need for a power plant proposed to be located in Manatee County)))	Dated: May 1, 2002

NOTICE OF INTENT TO REQUEST CONFIDENTIAL CLASSIFICATION

Pursuant to Florida Administrative Code Rule 25-22.006(3)(a), Florida Power & Light Company ("FPL") files this Notice of Intent to Request Confidential Classification ("Notice"). This Notice relates to FPL's responses to Interrogatories Nos. 40 - 43 and the attachment to FPL's response to Interrogatory No. 23 to Staff's First Set of Interrogatories. A copy of Staff's discovery requests giving rise to these responses is appended hereto as Exhibit A. A copy of FPL's confidential responses to these requests is enclosed in the envelope labeled "Exhibit B CONFIDENTIAL INFORMATION." FPL, pursuant to Rule 25-22.006(3)(a), requests confidential handling of all materials furnished in response to these Staff discovery requests.

Respectfully submitted, Steel Hector & Davis 215 S. Monroe St., Suite 601 Tallahassee, Florida 32301 Attorneys for Florida Power & Light Company

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of Florida Power & Light Company's Notice Of Intent To Request Confidential Classification, was served by Hand Delivery this 1st day of May, 2002 to the following:

Martha Carter Brown, Esq. Lawrence Harris, Esq. Legal Division Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Joseph A. McGlothlin, Esq. McWhirter, Reeves, McGlothlin, Davidson, Decker, Kaufman, Arnold & Steen, P.A. 117 South Gadsden Street Tallahassee, Florida 32301

Michael G. Briggs Reliant Energy, Inc. 801 Pennsylvania Avenue, Suite 620 Washington, DC 20004

D. Bruce May, Jr., Esq. Karen D. Walker, Esq. Holland & Knight LLP 315 South Monroe Street, Ste. 600 Tallahassee, Florida 32301 Robert Scheffel Wright, Esq. Diane K. Kiesling, Esq. John T. LaVia, III Landers & Parsons, P.A. 310 West College Avenue Tallahassee, Florida 32301

Suzanne Brownless, Esq. Suzanne Brownless, P.A. 1311-B Paul Russell Road Suite 201 Tallahassee, Florida 32301

Jon C. Moyle, Jr., Esq.
Cathy M. Sellers, Esq.
Moyle Flanigan Katz Raymond &
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118 North Gadsden Street
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By: Charles A. Guyton

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition to determine need for an electrical power plant in Martin County by Florida Power & Light Company.

In re: Petition to determine need for an electrical power plant in Manatee County by Florida Power & Light Company.

DOCKET NO. 020262-EI

DOCKET NO. 020263-EI

DATED: April 1, 2002

STAFF'S FIRST SET OF INTERROGATORIES TO FLORIDA POWER AND LIGHT COMPANY (NOS. 1 - 38)

The Staff of the Florida Public Service Commission, by and through its undersigned attorney, propounds the following interrogatories, pursuant to Rule 1.340, Florida Rules of Civil Procedure, to Florida Power and Light Company. These interrogatories shall be answered under oath by you or your agent, who is qualified and who will be identified, with the answers being served as provided by the Rules of Civil Procedure. As provided by Rule 1.340(a), Florida Rules of Civil Procedure, each interrogatory shall be answered separately and fully in writing under oath unless it is objected to. Each answer shall be signed by the person making it, and delivered to the staff no later than 24 days after service of this request.

Give the name, address and relationship to Florida Power and Light Company of those persons providing the answers to each of the following interrogatories.

If an interrogatory contained herein asks for information that has already been provided or is in the process of being provided to the Commission through a Commission audit, please so state, indicating the date provided and the audit document/record request number.

INTERROGATORIES

1. Please provide a schedule which shows the actual common equity ratio for FPL Group, Inc. and each of its subsidiaries for fiscal years 1999, 2000, and 2001. For purposes of this response, the actual equity ratio is calculated by dividing total common equity by the sum of total common equity, preferred stock, long-term debt, and short-term debt. Show all amounts used in the calculations. Sum of the total equity for the subsidiaries should reconcile with the total equity for FPL Group, Inc.

2. For the years 1999, 2000, and 2001, what was the adjusted equity ratio for Florida Power and Light Company and Florida Power and Light Group on a consolidated basis. For purposes of this response, the adjusted equity ratio is calculated by dividing total common equity by the sum of total common equity, preferred stock, long-term debt, short-term debt, and an estimate of its off-balance sheet debt equivalent. Show all amounts used in the calculations.

3. For the years 1999, 2000, and 2001, please provide schedules which show the estimated amount of the off-balance sheet debt equivalent for Florida Power and Light Company. For purposes of this response, these schedules should itemize the projected capacity payment stream for each of the Company's primary purchased power contracts (smaller QF contracts may be lumped together), the discounted present value amount at a 10% discount rate, the respective Standard & Poor's risk adjustment factors, the adjusted debt equivalent value of each contract, and the total amount of Florida Power and Light Company's estimate of its off-balance sheet debt equivalent for each year.

4. Please discuss in detail the reasonableness of the financial assumptions relied upon in Florida Power and Light Company's need determination filing.

5. Please discuss in detail the reasonableness of the tax positions Florida Power and Light Company has assumed in its need determination filing.

6. Who will be the natural gas supplier for the projects?

7. Do you have any signed contracts for the supply of natural gas at this time?

8. If not, when do you expect to have them?

9. What are the contracted volumes of natural gas to serve the projects?

10. What is the capacity of the pipeline that will serve the projects?

11. What is the anticipated in service date for the natural gas supply for the projects?

12. Should the Commission use the results of Florida Power and Light Company's Request for Proposals (RFP) to evaluate the prudence of the Manatee expansion and Martin repowering at this time?

13. Provide a Present Worth Revenue Requirements (PWRR) analysis for each expansion plan evaluated in Florida Power and Light Company's RFP process. Include separate PWRR analyses for each plan resulting from the self-build options selected from the RFP process, the self-build options contained in the RFP, and all respondents to the RFP. For each year in the evaluation period, provide the annual and cumulative PWRR for each of the following components: generation capital, generation fixed O&M, generation non-fuel variable O&M, transmission capital, transmission fixed O&M, transmission non-fuel variable O&M, system fuel, purchased power, and total costs.

14. Provide a side-by-side annual comparison, listing megawatts, unit, and reserve margin, of the expansion plan resulting from the self-build options selected from Florida Power and Light Company's RFP process, the expansion plan resulting from the self-build options identified in the RFP, and the expansion plans resulting from each RFP respondent's proposal. The time period should be identical to the PWRR analysis requested in interrogatory two.

15. Explain in detail how those RFP responses which included power purchases of shorter term than the depreciable life of the selected self-build options, were evaluated on a comparable basis with Florida Power and Light Company's self-build options.

16. Explain in detail how the cost of existing land and infrastructure was incorporated into Florida Power and Light Company's self-build options selected from the RFP process, the self-build options contained in the RFP, and all respondents to the RFP.

- COMMISSION'S FIRST SET OF INTERROGATORIES TO FLORIDA POWER AND LIGHT COMPANY (NOS. 1 38) DOCKETS NOS. 020262-EI, 020263-EI PAGE 10
 - 17. Describe the transmission upgrades necessary for Florida Power and Light Company's self-build options selected from the RFP process, the self-build options contained in the RFP, and all respondents to the RFP. Also include how these upgrades were developed and a list of the staff involved.

18. Provide a breakdown of all transmission-related costs associated with Florida Power and Light Company's self-build options selected from the RFP process, the self-build options contained in the RFP, and all respondents to the RFP.

- COMMISSION'S FIRST SET OF INTERROGATORIES TO FLORIDA POWER AND LIGHT COMPANY (NOS. 1 38) DOCKETS NOS. 020262-EI, 020263-EI PAGE 11
- 19. Explain in detail how Florida Power and Light Company incorporated the cost of emission credits associated with the self-build options selected from the RFP process, the self-build options contained in the RFP, and all respondents to the RFP.

20. Discuss whether Florida Power and Light Company's August 13, 2001 RFP permitted a respondent to construct an electric generating unit on property owned by Florida Power and Light Company. If so, provide a brief description of any such proposal including a discussion of how it was evaluated.

21. Provide a time line with milestones for Florida Power and Light Company's 2001 generation planning activities.

22. Page 12 of Florida Power and Light Company's August 13, 2001 RFP contains a proposed schedule of events. Provide the actual dates on which these events occurred, explaining any differences from the schedule in the RFP.

23. Provide an overview of how the results of the RFP evaluation process were presented to Florida Power and Light Company management for approval. This overview should include dates, attendance lists, and minutes of any meetings or presentations.

24. Provide an overview of how the decision to pursue construction at the Manatee site was presented to Florida Power and Light Company management for approval. Include dates, attendance lists, and minutes of any meetings or presentations.

- COMMISSION'S FIRST SET OF INTERROGATORIES TO FLORIDA POWER AND LIGHT COMPANY (NOS. 1 38) DOCKETS NOS. 020262-EI, 020263-EI PAGE 14
 - 25. Explain when Florida Power and Light Company identified the proposed expansion at the Manatee site as a self-build option.

26. Explain when Florida Power and Light Company notified the respondents to its RFP that the proposed Manatee expansion was a self-build option.

27. Provide a list of staff assigned to the evaluation of RFP respondents. Also include an organizational chart depicting where in the Florida Power and Light Company organization these individuals are assigned.

28. Page 135 of Florida Power and Light Company's 2001 Ten-Year Site Plan states that "The Midway facility has been selected as a preferred site due to a combination of electrical transmission and system load factors, plus economic considerations." Please explain in detail these factors and why they are not applicable today.

29. Explain why the Manatee site has not appeared in past Florida
Power and Light Company Ten-Year Site Plan filings as either a
preferred or potential site.

30. Explain how the planned facility at the Midway site has been evaluated for transmission access along with other potential generation additions in the vicinity. Describe how Florida Power and Light Company's decision to change the proposed plant site from Midway to Manatee affects the Midway project's place in the queue for transmission interconnection/integration service.

- COMMISSION'S FIRST SET OF INTERROGATORIES TO FLORIDA POWER AND LIGHT COMPANY (NOS. 1 38) DOCKETS NOS. 020262-EI, 020263-EI PAGE 17
- 31. Provide a listing of all entities who requested transmission/integration service in response to Florida Power and Light Company's RFP. Include the date of initial request, the RFP respondent's location, and the capacity of the RFP respondent's proposed facility.

32. Discuss whether Florida Power and Light Company has submitted a request for transmission interconnection service for the proposed Manatee project. If so, provide the date of such request and the relative position in the queue with other generation interconnection requests.

- COMMISSION'S FIRST SET OF INTERROGATORIES TO FLORIDA POWER AND LIGHT COMPANY (NOS. 1 38) DOCKETS NOS. 020262-EI, 020263-EI PAGE 18
- 33. Discuss whether Florida Power and Light Company has submitted a request for transmission interconnection service for the proposed Midway project. If so, provide the date of such request and the relative position in the queue with other generation interconnection requests?

34. Provide a description of when Plorida Power and Light Company began preparing the site certification application that was filed at the Department of Environmental Protection in early February. Include the date when the site certification application filing was approved by Florida Power and Light Company management, and the staff involved in preparing the filing.

Explain how Florida Power and Light Company intends to pursue 35. the renewable energy proposals received in response to the August

36. Explain how conservation and demand-side management (DSM) savings are incorporated into Florida Power and Light Company's integrated resource plan. Specifically, are DSM savings included only up to the end of the current DSM goals period?

37. Discuss why Florida Power and Light Company does not plan to have a backup fuel source for the self-build options selected from the RFP process. Explain how an interruption to the natural gas supply to these locations would impact electric system reliability in Florida Power and Light Company's service territory.

38. If Florida Power and Light Company were to have a backup fuel source for the self-build options selected from the RFP process, describe the type of fuel that would be chosen (commodity and storage), and the expected amount of backup fuel stored (number of days burn at 100% dispatch).

MARTHA CARTER BROWN
Senior Attorney
FLORIDA PUBLIC SERVICE COMMISSION
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
(850) 413-6187

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition to determine need for an electrical power plant in Martin County by Florida Power & Light Company.

In re: Petition to determine need for an electrical power plant in Manatee County by Florida Power & Light Company.

DOCKET NO. 020262-EI

DOCKET NO. 020263-EI

DATED: April 1, 2002

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that the original and one copy of COMMISSION'S FIRST SET OF INTERROGATORIES TO FLORIDA POWER AND LIGHT COMPANY (NOS. 1 - 38) has been served by facsimile and U. S. Mail to Mr. Charles A. Guyton, Esquire, Steel Hector & Davis, 215 S. Monroe Street, Suite 610, Tallahassee, FL 32301-1804, on behalf of Florida Power and Light Company, and that a true and correct copy thereof has been furnished by U. S. Mail this 1st of April, 2002 to the following:

Mr. Bill Walker 215 S. Monroe St., #810 Tallahassee, FL 32301-1859

MARTHA CARTER BROWN

Senior Attorney

FLORIDA PUBLIC SERVICE COMMISSION

2540 Shumard Oak Blvd.

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