

AUSLEY & McMULLEN

ATTORNEYS AND COUNSELORS AT LAW

227 SOUTH CALHOUN STREET
P.O. BOX 391 (ZIP 32302)
TALLAHASSEE, FLORIDA 32301
(850) 224-9115 FAX (850) 222-7560

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COMMISSION CLERK

September 9, 2004

HAND DELIVERED

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

Re: Fuel and Purchased Power Cost Recovery Clause with Generating Performance
Incentive Factor; FPSC Docket No. 030001-EI

Dear Ms. Bayo:

04 DM

Enclosed for filing in the above docket on behalf of Tampa Electric Company are the
original and ten (10) copies of each of the following:

- 1. Petition of Tampa Electric Company. 09852-04
2. Prepared Direct Testimony and Exhibit (JDJ-3) of J. Denise Jordan. 09853-04
3. Prepared Direct Testimony and Exhibit (DRK-1) of David R. Knapp. 09854-04
4. Prepared Direct Testimony of Benjamin F. Smith. 09855-04
5. Prepared Direct Testimony and Exhibit (JTW-2) of Joann T. Wehle. 09856-04

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Please acknowledge receipt and filing of the above by stamping the duplicate copy of this
letter and returning same to this writer.

Thank you for your assistance in connection with this matter.

Sincerely,

James D. Beasley (signature)

James D. Beasley

RECEIVED & FILED

FPSC-BUREAU OF RECORDS

JDB/pp
Enclosures

cc: All Parties of Record (w/encls.)

DOCUMENT NUMBER-DATE

09852 SEP-9 08

FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and Purchased Power Cost Recovery )  
Clause with Generating Performance Incentive ) DOCKET NO. 040001-EI  
Factor. ) FILED: September 9, 2004  
\_\_\_\_\_ )

**PETITION OF TAMPA ELECTRIC COMPANY**

Tampa Electric Company (“Tampa Electric” or “company”), hereby petitions the Commission for approval of the company’s proposals concerning fuel and purchased power factors, capacity cost factors, generating performance incentive factors, and the projected wholesale sales incentive benchmark set forth herein, and in support thereof, says:

**Fuel and Purchased Power Factors**

1. Tampa Electric projects a fuel and purchased power net true-up amount for the period January 1, 2004 through December 31, 2004 will be an under-recovery of \$30,984,325 (See Exhibit No. \_\_ (JDJ-3), Document No. 2, Schedule E1-C).

2. The company’s projected expenditures for the period January 1, 2005 through December 31, 2005, when adjusted for the proposed GPIF penalty and true-up under-recovery amount and spread over projected kilowatt-hour sales for the period January 1, 2005 through December 31, 2005, produce a fuel and purchased power factor for the new period of 3.936 cents per kWh before application of the factors which adjust for variations in line losses. (See Exhibit No. \_\_ (JDJ-3), Document No. 2, Schedule E1-E).

3. The company’s projected benchmark level for calendar year 2005 for gains on non-separated wholesale energy sales eligible for the shareholder incentive as set forth by Order

DOCUMENT NUMBER-DATE

09852 SEP-9 8

FPSC-COMMISSION CLERK

No. PSC-00-1744-PAA-EI, in Docket No. 991779 is \$1,222,083, as provided in the direct testimony of Tampa Electric witness J. Denise Jordan.

### **Capacity Cost Factor**

4. Tampa Electric estimates that its net true-up amount applicable for the period January 1, 2004 through December 31, 2004 will be an under-recovery of \$7,668,979, as shown in Exhibit No. \_\_ (JDJ-3), Document No. 1, page 2 of 4.

5. The company's projected expenditures for the period January 1, 2005 through December 31, 2005, when adjusted for the true-up under-recovery amount and spread over projected kilowatt-hour sales for the new period January 1, 2005 through December 31, 2005 produce a capacity cost recovery factor for the period of 0.302 cents per kWh before applying the 12 CP and 1/13 allocation methodology. This will produce the capacity cost recovery factors by rate schedule as set forth in Exhibit No. \_\_ (JDJ-3), Document No. 1, page 3 of 4.

### **GPIF**

6. Tampa Electric has calculated that it is subject to a GPIF penalty of \$3,678,414 for performance experienced during the period January 1, 2003 through December 31, 2003.

7. The company is also proposing GPIF targets and ranges for the period January 1, 2005 through December 31, 2005 with such proposed targets and ranges being detailed in the testimony and exhibits of Tampa Electric witness David R. Knapp filed herewith.

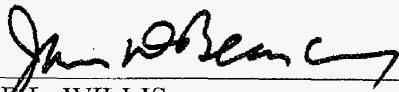
### **Other Issues**

8. The testimony of Tampa Electric's witnesses also addresses certain issues identified in Attachment A to the Commission's Order Establishing Procedure, issued February 17, 2004.

WHEREFORE, Tampa Electric Company requests that its proposals relative to fuel and purchased power cost recovery, capacity cost recovery and GPIF be approved as they relate to prior period true-up calculations and projected cost recovery charges, and that the Commission approve the company's projected wholesale sales incentive benchmark.

DATED this 9<sup>th</sup> day of September 2004.

Respectfully submitted,



LEL L. WILLIS  
JAMES D. BEASLEY  
Ausley & McMullen  
Post Office Box 391  
Tallahassee, Florida 32302  
(850) 224-9115

ATTORNEYS FOR TAMPA ELECTRIC COMPANY

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true copy of the foregoing Petition, filed on behalf of Tampa Electric Company, has been furnished by U. S. Mail or hand delivery (\*) on this 9<sup>th</sup> day of September, 2004 to the following:

Mr. Wm. Cochran Keating, IV\*  
Senior Attorney  
Division of Legal Services  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0863

Mr. James A. McGee  
Associate General Counsel  
Progress Energy Florida, Inc.  
Post Office Box 14042  
St. Petersburg, FL 33733

Mr. Joseph A. McGlothlin  
Ms. Vicki Gordon Kaufman  
McWhirter, Reeves, McGlothlin,  
Davidson, Kaufman & Arnold, P.A.  
117 S. Gadsden Street  
Tallahassee, FL 32301

Mr. Robert Vandiver  
Associate Public Counsel  
Office of Public Counsel  
111 West Madison Street – Suite 812  
Tallahassee, FL 32399-1400

Mr. Norman Horton  
Messer Caparello & Self  
Post Office Box 1876  
Tallahassee, FL 32302

Mr. John T. Butler  
Steel Hector & Davis LLP  
200 South Biscayne Boulevard  
Suite 4000  
Miami, FL 33131-2398

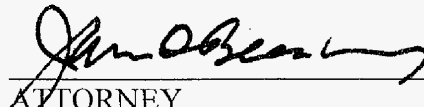
Mr. William Walker  
Florida Power & Light Company  
215 South Monroe Street, Suite 810  
Tallahassee, FL 32301-1859

Mr. R. Wade Litchfield  
Florida Power & Light Company  
700 Universe Blvd.  
Juno Beach, FL 33408

Mr. John W. McWhirter, Jr.  
McWhirter, Reeves, McGlothlin,  
Davidson, Kaufman & Arnold, P.A.  
400 North Tampa Street, Suite 2450  
Tampa, FL 33601-5126

Ms. Susan Ritenour  
Gulf Power Company  
One Energy Place  
Pensacola, FL 32520

Mr. Jeffrey A. Stone  
Mr. Russell A. Badders  
Beggs & Lane  
Post Office Box 12950  
Pensacola, FL 32591-2950

  
\_\_\_\_\_  
ATTORNEY