AUSLEY & MCMULLEN ORIGINAL

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

RECEIVED-FPSC

115 JUL 22 PM 4: 16

COMMISSION CLERK

July 22, 2005

HAND DELIVERED

Mr. Todd Bohrmann Division of Economic Regulation Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Ms. Adrienne Vining Staff Counsel Division of Legal Services Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re:

OTH _

FPSC Docket No. 050001-EI – Fuel and Purchased Power Cost Recovery Clause and Generation Performance Incentive Factor

Dear Mr. Bohrmann and Ms. Vining:

Commission Order No. 13694, issued in Docket No. 840001-EI on September 20, 1984 states:

When a utility becomes aware that its projected fuel revenues . . . will result in an over- or under-recovery in excess of 10% of its projected fuel costs for the period, the utility shall so advise the Commission through a filing promptly made. . . .

| i j |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Commission through a filing promptly made |
| Tampa Electric has now determined that its projected actual/estimated fuel and purchased |
| power cost under-recovery for the current 2005 cost recovery period will be greater than the ten |
| percent notification threshold set forth in Order No. 13694. Tampa Electric's current 2005 projected actual/estimated under-recovery is \$99,909,938. This includes \$5.1 million of the |
| company's 2004 Actual True-up over-recovery reported in the company's March 1, 2005 filing. |
| Order No. 13694 further states: |
| *************************************** |
| In light of certain timing considerations a utility may choose, in |
| lieu of requesting a hearing, to inform the Commission, the Staff and the intervenors that a greater than ten percent over- or under- |
| recovery is projected to occur. |
| |

DOCUMENT NUMBER - DATE

07073 JUL 22 8

Mr. Todd Bohrmann Ms. Adrienne Vining July 22, 2005 Page 2

In view of the timing of this determination, Tampa Electric is not requesting a mid-course correction but, instead, will seek recovery of the projected 2005 under-recovery as a component of the company's 2006 fuel factors.

Sincerely,

James D. Beasley

JDB/pp

cc: Blanca S. Bayo, Director

Division of Records and Reporting

All Parties of Record

Mr. Todd Bohrmann Ms. Adrienne Vining July 22, 2005 Page 3

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true copy of the foregoing letter, filed on behalf of Tampa Electric Company, has been furnished by U. S. Mail on this 2.2 day of July 2005, to the following:

Ms. Adrienne Vining
Ms. Jennifer Rodan
Office of General Counsel
Florida Public Service Commission
2540 Shummard Oak Boulevard
Tallahassee, FL 32399-0850

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

Mr. Gary V. Perko Hopping Green & Sams, P.A. Post Office Box 6526 Tallahassee, FL 32314

Mr. Timothy J. Perry McWhirter, Reeves, McGlothlin Davidson, Kaufman & Arnold, P.A. 117 S. Gadsden Street Tallahassee, FL 32301

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

Ms. Patricia A. Christensen Associate Public Counsel Office of Public Counsel 111 West Madison Street, Suite 812 Tallahassee, FL 32399-1400 Mr. John T. Butler Steel Hector & Davis LLP 200 South Biscayne Boulevard Suite 4000 Miami, FL 33131-2398

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

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 32576

Mr. Norman Horton Messer Caparello & Self Post Office Box 1876 Tallahassee, FL 32301

Ms. Cheryl Martin Florida Public Utilities Company Post Office Box 3395 West Palm Beach, FL 33402-3395

ATTORNEY