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September 27, 2005

HAND DELIVERED

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

Re: Fuel and Purchased Power Cost Recovery Clause with Generating
Performance Incentive Factor; FPSC Docket No. 050001-EI


Dear Ms. Bayo:

Enclosed for filing in the above docket are the original and fifteen (15) copies of a corrected page of Benjamin Smith's Prepared Direct Testimony previously submitted on September 9, 2005 in the above docket. The enclosed versions of page 9 marked "REVISED 9/27/05" correct the dollar amount appearing on line 12. We would appreciate your distributing these copies to recipients of the original filing so that they may substitute them in place of the earlier version.

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

JDB/pp
Enclosure

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

DOCUMENT NUMBER-DATE

09181 SEP 27 05

FPSC-COMMISSION CLERK

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing corrected page 12 of Prepared Direct Testimony of Benjamin Smith, filed on behalf of Tampa Electric Company, has been furnished by U. S. Mail or hand delivery (*) on this 27th day of September 2005 to the following:

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ATTORNEY

1 Q. How did Tampa Electric determine that the Calpine
2 purchased power agreement provided the greatest benefits
3 to its customers, when compared to other options?
4

5 A. The Calpine purchase was achieved through a competitive
6 bidding process supported by economic analysis from
7 Tampa Electric's Resource Planning group. After viable
8 bids were identified, Tampa Electric modeled the Calpine
9 purchase and other options. Based on a comprehensive
10 analysis, the Calpine purchase was the most appropriate
11 option from a reliability and cost-effectiveness
12 standpoint, and it provides a projected \$26.2 million of
13 savings to customers over the life of the contract.
14 Tampa Electric then negotiated with Calpine to finalize
15 the details of the agreement.
16

17 Q. Does Tampa Electric plan to enter into any other new
18 purchased power agreements?
19

20 A. At this time, with the exception of seasonal purchases
21 for 2005 and the long-term 170 MW peaking purchase from
22 Calpine beginning May 2006, the company has not reached
23 any agreements with other entities for forward
24 purchases. As previously stated, Tampa Electric
25 continues to evaluate economic combinations of forward