

BEFORE THE PUBLIC SERVICE COMMISSION

In re: Environmental cost recovery clause.

DOCKET NO. 060007-EI

ORDER NO.

ISSUED:

STAFF'S PRELIMINARY LIST OF ISSUES AND POSITIONS

Pursuant to Order No. PSC-06-0220-PCO-EI, issued March 17, 2006 and Order No. PSC-06-0559-PCO-EI issued June 29, 2006, establishing the prehearing procedure in this docket, the Staff of the Florida Public Service Commission hereby files its Preliminary List of Issues and Positions.

1. What are the final environmental cost recovery true-up amounts for the period ending December 31, 2005?

FPL: No position at this time.

PEF: No position at this time.

TECO: No position at this time.

GULF: No position at this time.

2. What are the estimated environmental cost recovery true-up amounts for the period January 2006 through December 2006?

FPL: No position at this time.

PEF: No position at this time.

TECO: No position at this time.

GULF: No position at this time.

3. What are the projected environmental cost recovery amounts for the period January 2007 through December 2007?

FPL: No position at this time.

PEF: No position at this time.

TECO: No position at this time.

GULF: No position at this time.

4. What are the environmental cost recovery amounts, including true-up amounts, for the period January 2006 through December 2006?

FPL: No position at this time.

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PEF: No position at this time.

TECO: No position at this time.

GULF: No position at this time.

- 5. What depreciation rates should be used to develop the depreciation expense included in the total environmental cost recovery amounts for the period January 2007 through December 2007?**

The depreciation rates used to calculate the depreciation expense should be the rates that are in effect during the period the allowed capital investment is in service.

- 6. What are the appropriate jurisdictional separation factors for the projected period January 2007 through December 2007?**

FPL: No position at this time.

PEF: No position at this time.

TECO: No position at this time.

GULF: No position at this time.

- 7. What are the appropriate environmental cost recovery factors for the period January 2007 through December 2007 for each rate group?**

The factors are a mathematical calculation based on the resolution of company-specific issues. Staff asks for administrative authority to review the calculations reflecting the Commission's vote and include the resulting factors in the Order.

- 8. What should be the effective date of the new environmental cost recovery factors for billing purposes?**

The factors should be effective beginning with the specified environmental cost recovery cycle and thereafter for the period January 2007 through December 2007. Billing cycles may start before January 1, 2007 and the last cycle may be read after December 31, 2007, so that each customer is billed for twelve months regardless of when the adjustment factor became effective.

COMPANY-SPECIFIC ISSUES

Florida Power & Light Co. (FPL)

- 9A. **Should the Commission approve FPL's request for recovery of compliance costs relating to the Clean Air Mercury Rule as a project that qualifies for recovery through the ECRC?**

No position at this time.

- 9B. **Should the Commission approve the inclusion of Turkey Point unit 5 as part of FPL's previously approved Selective Catalytic Reduction Consumables project?**

No position at this time.

- 9C. **Are FPL's Legal Expenses challenging implementation of the CAIR rule included in base rates?**

No position at this time.

Progress Energy Florida, Inc. (PEF)

- 10A. **Should the Commission approve inclusion of the costs in the 2007 ECRC factors of PEF's Modular Cooling Tower Project subject to refund including interest pending resolution of Docket No. 060162-EI?**

No position at this time.

Tampa Electric Company

- 11A. **Should the Commission approve inclusion of the costs in the 2007 ECRC factors of TECO's Flue Gas Desulfurization Reliability Project subject to refund including interest pending resolution of Docket No. 050958-EI?**

No position at this time.

Gulf Power Company

12A. Should the Commission approve Gulf's request for recovery of compliance costs relating to the Clean Air Interstate Rule and the Clean Air Mercury Rule as a project that qualifies for recovery through the ECRC?

No position at this time.

12B. Should the Commission approve Gulf's request for recovery of its General water sampling quality boat as a project that qualifies for recovery through the ECRC?

No position at this time.

Dated this 15th day of September, 2006

Respectfully submitted,


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DATED: SEPTEMBER 15, 2006

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct of STAFF'S PRELIMINARY LIST OF ISSUES AND POSITIONS has been furnished to the following by U. S. Mail and Electronic

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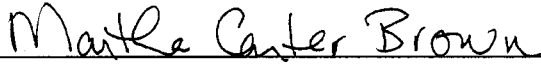
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