

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Environmental cost recovery clause.

DOCKET NO. 070007-EI

ISSUED:

STAFF'S PREHEARING STATEMENT

Pursuant to Order No. PSC-07-0174-PCO-EI, filed February 23, 2007, the Staff of the Florida Public Service Commission files its Prehearing Statement.

a. All Known Witnesses

Staff is not sponsoring any witnesses.

b. All Known Exhibits

Staff has no direct exhibits.

c. Staff's Statement of Basic Position

Staff's positions are preliminary and based on materials filed by the parties and on discovery. The preliminary positions are offered to assist the parties in preparing for the hearing. Staff's final positions will be based upon all the evidence in the record and may differ from the preliminary positions stated herein.

d. Staff's Position on the Issues

ISSUE 1: What are the final environmental cost recovery true-up amounts for the period ending December 31, 2006?

GMP	_____	<u>POSITION:</u>	FPL: No position at this time.
COM	_____		PEF: No position at this time.
CTR	_____		GULF: No position at this time.
ECR	_____		TECO: No position at this time.

ISSUE 2: What are the estimated environmental cost recovery true-up amounts for the period January 2007 through December 2007?

GCL	_____	<u>POSITION:</u>	FPL: No position at this time.
OPC	_____		PEF: No position at this time.
RCA	_____		GULF: No position at this time.
SCR	_____		TECO: No position at this time.
SGA	_____		
SEC	_____		
OTH	_____		

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ISSUE 3: What are the projected environmental cost recovery amounts for the period January 2008 through December 2008?

POSITION: FPL: No position at this time.
PEF: No position at this time.
GULF: No position at this time.
TECO: No position at this time.

ISSUE 4: What are the environmental cost recovery amounts, including true-up amounts, for the period January 2007 through December 2007?

POSITION: FPL: No position at this time.
PEF: No position at this time.
GULF: No position at this time.
TECO: No position at this time.

ISSUE 5: What depreciation rates should be used to develop the depreciation expense included in the total environmental cost recovery amounts for the period January 2008 through December 2008?

POSITION: FPL: No position at this time.
PEF: No position at this time.
GULF: No position at this time.
TECO: No position at this time.

ISSUE 6: What are the appropriate jurisdictional separation factors for the projected period January 2008 through December 2008?

POSITION: FPL: No position at this time.
PEF: No position at this time.
GULF: No position at this time.
TECO: No position at this time.

ISSUE 7: What are the appropriate environmental cost recovery factors for the period January 2008 through December 2008 for each rate group?

POSITION: FPL: No position at this time.
PEF: No position at this time.
GULF: No position at this time.
TECO: No position at this time.

ISSUE 8: What should be the effective date of the new environmental cost recovery factors for billing purposes?

POSITION: The new factors should be effective beginning with the first billing cycle for January 2008, and thereafter through the last billing cycle for December 2008. The first billing cycle may start before January 1, 2008, and the last billing cycle may end after December 31, 2008, so long as each customer is billed for twelve months regardless of when the factors became effective.

COMPANY-SPECIFIC ISSUES

Florida Power & Light Company

ISSUE 9A: Should FPL be allowed to recover costs associated with its proposed St. Lucie Cooling Water System Inspection and Maintenance Project?

POSITION: No position at this time.

ISSUE 9B: How should the newly proposed environmental costs for the St. Lucie Cooling Water System Inspection and Maintenance Project be allocated to the rate classes?

POSITION: No position at this time.

ISSUE 9C: Should FPL be allowed to recover costs associated with its proposed Martin Plant Drinking Water System Compliance Project?

POSITION: No position at this time.

ISSUE 9D: How should the newly proposed environmental costs for the St. Lucie Cooling Water System Inspection and Maintenance Project be allocated to the rate classes?

POSITION: No position at this time.

ISSUE 9E: Should FPL be allowed to recover costs associated with its proposed Low Level Radioactive Waste Storage Project?

POSITION: No position at this time.

ISSUE 9F: How should the newly proposed environmental costs for the Low Level Radioactive Waste Storage Project be allocated to the rate classes?

POSITION: No position at this time.

ISSUE 9G: Are the projected costs for FPL's Clean Air Interstate Rule (CAIR) and Clean Air Mercury Rule (CAMR) compliance projects that are reflected in FPL's March 30, 2007 supplemental filing reasonable and prudent?

POSITION: No position at this time.

Progress Energy Florida

ISSUE 10A: Are PEF's incurred costs with the Clean Air Interstate Rule ("CAIR")/Clean Air Mercury Rule ("CAMR") Program for the year 2007 reasonable and prudent?

POSITION: No position at this time.

ISSUE 10B: Are PEF's projected costs related to the CAIR/CAMR Program for the year 2008 reasonable and prudent?

POSITION: No position at this time.

ISSUE 10C: Should the Commission approve PEF's updated Integrated Clean Air Compliance Plan filed as a reasonable and prudent means to comply with the Clean Air Interstate Rule ("CAIR"), Clean Air Mercury Rule ("CAMR") and Clean Air Visibility Rule ("CAVR") and related regulatory requirements?

POSITION: No position at this time.

Gulf Power Company

ISSUE 11A: Are Gulf's incurred costs with the Clean Air Interstate Rule ("CAIR")/Clean Air Mercury Rule ("CAMR")/Clean Air Visibility Rule ("CAVR") Program for the year 2007 reasonable and prudent?

POSITION: No position at this time.

ISSUE 11B: Are Gulf's projected costs related to the CAIR/CAMR/CAVR Program for the year 2008 reasonable and prudent?

POSITION: No position at this time.

Tampa Electric Company – no company specific issues

e. Stipulated Issues

None at this time.

f. Pending Motions

None at this time.

g. Pending Confidentiality Claims or Requests

Several confidentiality requests are pending at this time.

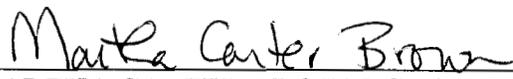
h. Objections to Witness Qualifications as an Expert

None.

i. Compliance with Order No. PSC-07-0174-PCO-EI

Staff has complied with all requirements of the Order Establishing Procedure entered in this docket.

Respectfully submitted this 5th day of October, 2007.


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DATED: OCTOBER 5, 2007

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of STAFF'S PREHEARING STATEMENT has been furnished by electronic and U. S. Mail this 5th day of October 2007, to the following:

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