

MEMORANDUM

October 12, 2007

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COMMISSION  
CLERK

TO: OFFICE OF COMMISSION CLERK  
FROM: OFFICE OF THE GENERAL COUNSEL (FLEMING) *KEF*  
RE: DOCKET NO. 070002-EG – ENERGY CONSERVATION COST RECOVERY  
CLAUSE.

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Attached is STAFF'S PREHEARING STATEMENT, to be filed in the above-referenced docket.

KEF/tfw  
Attachment  
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DOCUMENT NUMBER-DATE

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FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Energy conservation cost recovery clause. | DOCKET NO. 070002-EG

FILED: OCTOBER 12, 2007

STAFF'S PREHEARING STATEMENT

Pursuant to Order No. PSC-07-0166-PCO-EG, issued February 23, 2007, the Staff of the Florida Public Service Commission files its Prehearing Statement.

a. All Known Witnesses

Staff does not intend to call any witnesses.

b. All Known Exhibits

Staff does not intend to sponsor any exhibits, but reserves the right to use exhibits for the purpose of cross-examination.

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

Generic Conservation Cost Recovery Issues

**ISSUE 1:** What are the appropriate final conservation cost recovery true-up amounts for the period January 2006 through December 2006?

**POSITION:**

Florida Power & Light (FPL)	\$161,769	Overrecovery
Florida Public Utilities (FPUC)	\$44,616	Overrecovery
Gulf Power Company (GPC)	\$952,442	Overrecovery
Progress Energy Florida (PEF)	\$11,529,794	Overrecovery
Tampa Electric Company (TECO)	\$1,192,467	Overrecovery

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**ISSUE 2:** What are the appropriate conservation cost recovery factors for the period January 2008 through December 2008?

**POSITION:**

<b>FPL</b>	<b>Rate Class</b>	<b>ECCR Factor</b>
	RS1/RST1	0.145 cents/Kwh
	GS1/GST1	0.143 cents/Kwh
	GSD1/GSDT1/HLTF (21-499kW)	0.133 cents/Kwh
	OS2	0.150 cents/Kwh
	GSLD1/GSLDT1/CS1/CST1/HLTF (500-1,999 kW)	0.130 cents/Kwh
	GSLD2/GSLDT2/CS2/CST2/HLTF (2,000+kW)	0.119 cents/Kwh
	GSLD3/GSLDT3/CS3/CST3	0.114 cents/Kwh
	ISST1D	0.120 cents/Kwh
	ISST1T	0.095 cents/Kwh
	SST1T	0.095 cents/Kwh
	SST1D1/SST1D2/SST1D3	0.120 cents/Kwh
	CILC D/CILC G	0.119 cents/Kwh
	CILC T	0.113 cents/Kwh
	MET	0.138 cents/Kwh
	OL1/SL1/PL1	0.085 cents/Kwh
	SL2, GSCU1	0.102 cents/Kwh
<b>FPUC</b>	<b>Rate Class</b> (Consolidated)	<b>ECCR Factor</b> 0.067 cents/Kwh
<b>GULF</b>	<b>Rate Class</b>	<b>ECCR Factor</b>
	RS, RSVP	0.097 cents/Kwh
	GS	0.094 cents/Kwh
	GSD, GSDT, GSTOU	0.090 cents/Kwh
	LP, LPT	0.085 cents/Kwh
	PX, PXT, RTP, SBS	0.081 cents/Kwh
	OSI, OSII	0.071 cents/Kwh
	OSIII	0.084 cents/Kwh

<b>PEF</b>	<b>Rate Class</b>	<b>ECCR Factor</b>
	Residential	0.201 cents/Kwh
	General Svc. Non-Demand	0.181 cents/Kwh
	@ Primary Voltage	0.179 cents/Kwh
	@ Transmission Voltage	0.177 cents/Kwh
	General Svc. 100% Load Factor	0.145 cents/Kwh
	General Svc. Demand	0.163 cents/Kwh
	@ Primary Voltage	0.161 cents/Kwh
	@ Transmission Voltage	0.160 cents/Kwh
	Curtaillable	0.136 cents/Kwh
	@ Primary Voltage	0.135 cents/Kwh
	@ Transmission Voltage	0.133 cents/Kwh
	Interruptible	0.148 cents/Kwh
	@ Primary Voltage	0.147 cents/Kwh
	@ Transmission Voltage	0.145 cents/Kwh
	Lighting	0.087 cents/Kwh

<b>TECO</b>	<b>Rate Class</b>	<b>ECCR Factor</b>
	Interruptible	0.076 cents/Kwh
	Residential	0.098 cents/Kwh
	General Svc., TS	0.095 cents/Kwh
	General Svc. Demand	0.084 cents/Kwh
	@ Primary Voltage	0.083 cents/Kwh
	General Svc. LD, SBF	0.075 cents/Kwh
	@ Primary Voltage	0.074 cents/Kwh
	@ Subtransmission Voltage	0.073 cents/Kwh
	SL, OL	0.034 cents/Kwh

**ISSUE 3:** What should be the effective date of the new conservation cost recovery factors for billing purposes?

**POSITION:** The factors should be effective beginning with the specified conservation cost recovery cycle and thereafter for the period January 2008 through December 2008. Billing cycles may start before January 1, 2008, and the last cycle may be read after December 31, 2008, so that each customer is billed for twelve months regardless of when the adjustment factor became effective.

**Company Specific Conservation Cost Recovery Issues**

Tampa Electric Company

**ISSUE 4:** What is the Contracted Credit Value for the GSLM-2 and GSLM-3 rate riders for Tampa Electric Company for the period January 2008 through December 2008?

**POSITION:** In accordance with the program requirement and methodology established by Order No. PSC-99-1778-FOF-EI, issued September 10, 1999, in Docket No. 990037-EI, the Contracted Credit Value for the GSLM-2 and GSLM-3 rate riders will be \$7.48 per KW for the period January 2008 through December 2008.

**ISSUE 5:** What are the residential Price Responsive Load Management (RSVP-1) rate tiers for Tampa Electric Company for the period January 2008 through December 2008?

**POSITION:** In accordance with the program requirement and methodology established by Order No. PSC-07-0740-TRF-EG, issued September 17, 2007, in Docket No. 070056-EG, the rate tiers for RSVP-1 will be as follows:

Rate Tier	
P4	39.895 cents/ Kwh
P3	7.041 cents/ Kwh
P2	(1.033) cents/ Kwh
P1	(2.343) cent/Kwh

e. Stipulated Issues

There are no issues that have been stipulated at this time.

f. Pending Motions

Staff has no pending motions.

g. Pending Confidentiality Claims or Requests

Staff is aware of three pending confidentiality requests: Document No. 06583-07, Document Nos. 08245-04 and 08396-04 (one filing), and Document Nos. 06604-05 and 06625-05 (one filing).

h. Objections to Witness Qualifications as an Expert

Staff has no objections to any witness' qualifications as an expert in this proceeding.

i. Compliance with Order No. PSC-07-0166-PCO-EG

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

Respectfully submitted this 12<sup>th</sup> day of October, 2007.

  
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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Energy conservation cost recovery clause. DOCKET NO. 070002-EG

FILED: OCTOBER 12, 2007

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing STAFF'S PREHEARING STATEMENT was furnished to the following, by electronic and U.S. Mail, on this 12<sup>th</sup> day of October, 2007.

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