

**Ann Cole**

090368-EI

**From:** Mary Bane  
**Sent:** Monday, November 30, 2009 3:24 PM  
**To:** Tim Devlin  
**Cc:** Marshall Willis; John Slemkewicz; Keino Young; Mary Anne Helton; William C. Garner; Roberta Bass; Steve Larson; Bill McNulty; Lorena Holley; Betty Ashby; Ann Cole  
**Subject:** RE: Request for Oral Modification of Item 18 on 12/1/09 Agenda - Docket No. 090368-EI - TECO Step Increase

Approved.

**From:** Tim Devlin  
**Sent:** Monday, November 30, 2009 1:45 PM  
**To:** Mary Bane  
**Subject:** FW: Request for Oral Modification of Item 18 on 12/1/09 Agenda - Docket No. 090368-EI - TECO Step Increase

Mary, for your handling.

**From:** John Slemkewicz  
**Sent:** Monday, November 30, 2009 1:42 PM  
**To:** Tim Devlin  
**Cc:** Marshall Willis; Cheryl Bulecza-Banks; Keino Young  
**Subject:** Request for Oral Modification of Item 18 on 12/1/09 Agenda - Docket No. 090368-EI - TECO Step Increase

**Request for Oral Modification of Item 18 on 12/1/09 Agenda - Docket No. 090368-EI - TECO Step Increase**

Staff just discovered a calculation error in its spreadsheet on Schedule 1 attached to the recommendation.

A formula added a number that should have been subtracted for the May 2009 CTs. As a result, the recommended amount is overstated by \$993,592. The correct amount for the May 2009 CTs is \$7,533,737 rather than the \$8,527,329 as shown on the original Schedule 1.

As a result, the Total Step Increase should be revised from \$26,735,801 to \$25,742,209.

The recommendation for Issue 1 on page 3 should be revised as follows:

**Issue 1:**

What action should the Commission take with respect to the step increase designed to recover the costs of the five combustion turbine units (CTs) and the rail facilities for unloading coal at Big Bend Station (Rail Facilities)?

**Recommendation:**

**CLK AGENDA  
STAFF COPIED**

DOCUMENT NUMBER-DATE  
11634 NOV 30 09

11/30/2009

FPSC-COMMISSION CLERK

For the reasons discussed below, this matter should be set directly for hearing on the Commission's own motion. However, TECO should be authorized to implement a revised step rate increase of \$25,742,209 ~~\$26,735,801~~ on January 1, 2010, subject to refund with interest, during the pendency of the proceeding.

In addition, the number \$26,735,801 should be revised to \$25,742,209 where it appears on pages 6 and 7. Also, the 2.8 percent in Issue 2 on page 7 should be revised to 2.7 percent.

John Slemkewicz  
Public Utilities Supervisor  
Surveillance Section  
Division of Economic Regulation  
Florida Public Service Commission  
850-413-6420  
850-413-6421 (FAX)