10 OCT | 3 PM 3: 23

COMMISSION

October 13, 2010

Ms. Ann Cole, Commission Clerk Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

RE: Docket No. 100002-EG

Energy Conservation Cost Recovery

Dear Ms. Cole:

Please find enclosed for filing in the above-referenced docket an original and seven copies of Progress Energy Florida, Inc.'s Prehearing Statement.

Thank you for your assistance in this matter. Should you have any questions, please don't hesitate to contact me at (727) 820-5184.

Sincerely,

John T. Burnett

Jan T. Brimett

JTB/at Enclosure

cc: certificate of service

COM	n aministrativa statuta stati
APA	
ECR	4
GCL	error in the second second second
RAD	UDDISSERVED AND AND ADDRESS OF THE PARTY OF
SSC	volveneesbervereeeelbyer
ADM	- CONTRACTOR CONTRACTO
OPC	- constant and post of the
CIK	

299 First Avenue North (33701) . Post Office Box 14042 (33733) . St. Petersburg, Florida Phone: 727.820.5184 . Fax: 727.820.5249 . Email: john.burnett@pgnmail.com

DOCUMENT NUMBER - DATE

08574 OCT 13 º

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Energy conservation cost)	Docket No. 100002	2-EG
recovery clause.)		
)	Filed: October 13,	2009

PROGRESS ENERGY FLORIDA, INC.'S PREHEARING STATEMENT

Progress Energy Florida, Inc. ("PEF"), pursuant to the Order Establishing Procedure in this proceeding, Order No. PSC-10-0118-PCO-EG dated February 26, 2010, hereby submits its Prehearing Statement:

A. <u>Known Witnesses</u> – PEF intends to offer the direct testimony of:

Direct Testimony.

Witness	Subject Matter	<u>Issues</u>
Gary R. Freeman	Final True-up, January – December 2009	1
Gary R. Freeman	Estimated/Actual True-up, January – December 2010 and ECCR Factors For January – December 2011	2 - 4

B. <u>Known Exhibits</u> – PEF intends to offer the following exhibits:

Exhibit No.	Witness	Description
(GRF-1T)	Freeman	ECCR Adjusted Net True-Up for January - December 2009, Schedules CT1 – CT5.
(GRF-1PA-1)	Freeman	Estimated/Actual True-Up, January – December 2010 and ECCR Factors for Billings in January – December 2011, Schedules C1 – C5 (Scenario 1)
(GRF-1PA-2)	Freeman	Estimated/Actual True-Up, January – December 2010 and ECCR Factors for Billings in January – December 2011, Schedules C1 – C5 (Scenario 2)

DOCUMENT NUMBER-DATE

C. Statement of Basic Position

The Commission should determine that PEF has properly calculated its conservation cost recovery true-up and projections and the conservation cost recovery factors set forth in the testimony and exhibits of witness Gary R. Freeman during the period January 2011through December 2011.

D. Issues and Positions

Given the delay of the Commission's decision regarding the DSM Program Plan Filing (Docket No. 100160-EG), PEF presents the Commission with its position on both scenarios outlined in its September 17, 2010 petition as follows. Scenario 1 reflects the cost recovery amounts if the Commission's PAA Order in Docket 100160 is protested. Scenario 2 reflects the amounts if the Commission issues a consummating order in Docket 100160, thus allowing PEF to implement its solar programs.

Generic Conservation Cost Recovery Issues

ISSUE 1: What are the final conservation cost recovery true-up amounts for the period January 2009 through December 2009?

<u>PEF</u>: Scenario 1: \$1,446,182 over-recovery. (Freeman) Scenario 2: \$1,446,182 over-recovery. (Freeman)

<u>ISSUE 2</u>: What are the total conservation cost recovery amounts to be collected during the period January 2011 through December 2011?

<u>PEF</u>: Scenario 1: \$93,235,589 (Freeman) Scenario 2: \$96,802,413 (Freeman)

<u>ISSUE 3</u>: What are the conservation cost recovery factors for the period January 2011 through December 2011?

PEF: Scenario 1:	
ECCR Factor	Customer Class
Residential	0.289 cents/kWh
General Service Non-Demand	0.242 cents/kwh
@ Primary Voltage	0.240 cents/kWh
@ Transmission Voltage	0.237 cents/kWh
General Service 100% Load Factor	0.206 cents/kWh
General Service Demand	0.86 cents/kWh
@ Primary Voltage	0.85 cents/kWh
@ Transmission Voltage	0.84 cents/kWh
Curtailable	0.90 cents/kWh
@ Primary Voltage	0.89 cents/kWh
Transmission Voltage	0.88 cents/kWh
Interruptible	0.78 cents/kWh
② Primary Voltage	0.77 cents/kWh
Transmission Voltage	0.76 cents/kWh
Standby Monthly	.085 cents/kWh
@ Primary Voltage	.084 cents/kWh
Transmission Voltage	.083 cents/kWh
Standby Daily	.040 cents/kWh
@ Primary Voltage	.040 cents/kWh
Transmission Voltage	.039 cents/kWh
Lighting	.141 cents/kWh

(Freeman)

PEF: Scenario 2:	
ECCR Factor	Customer Class
Residential	0.299 cents/kWh
General Service Non-Demand	0.252 cents/kwh
@ Primary Voltage	0.249 cents/kWh
@ Transmission Voltage	0.247 cents/kWh
General Service 100% Load Factor	0.216 cents/kWh
General Service Demand	0.90 cents/kWh
@ Primary Voltage	0.89 cents/kWh
Transmission Voltage	0.88 cents/kWh
Curtailable	0.94 cents/kWh
@ Primary Voltage	0.93 cents/kWh
@ Transmission Voltage	0.92 cents/kWh
Interruptible	0.82 cents/kWh
@ Primary Voltage	0.81 cents/kWh
Transmission Voltage	0.80 cents/kWh
Standby Monthly	0.089 cents/kWh
@ Primary Voltage	0.088 cents/kWh
Transmission Voltage	0.087 cents/kWh
Standby Daily	0.042 cents/kWh
@ Primary Voltage	0.042 cents/kWh

② Transmission Voltage Lighting

0.041 cents/kWh 0.151 cents/kWh (Freeman)

<u>ISSUE 4</u>: What should be the effective date of the new conservation cost recovery factors for billing purposes?

PEF: The new factors should be effective beginning with the first billing cycle for January 2011, and thereafter through the last billing cycle for December 2011. The first billing cycle may start before January 2011, and the last billing cycle may end after December 31, 2011, so long as each customer is billed for twelve months regardless of when the factors became effective. (Freeman)

E. Stipulated Issues

PEF is not a party to any stipulations at this time.

F. Pending Motions

PEF has no pending motions at this time.

G. Requests for Confidentiality

PEF has one request for confidential classification pending. This request was filed May 19, 2010.

H. Requirements of Order

PEF believes that this prehearing statement complies with all the requirements of the Order Establishing Procedure.

I. Objections to Qualifications

At this time, PEF has no objection to the qualifications of any expert witnesses in this proceeding.

Respectfully submitted this 13th day of October, 2010.

JOHN T. BURNETT

Associate General Counsel

DIANNE M. TRIPLETT

Associate General Counsel

PROGRESS ENERGY SERVICE COMPANY, LLC

299 First Avenue North St. Petersburg, FL 33701

Telephone: (727) 820-4692 Facsimile: (727) 820-5519

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished

via electronic and U.S. Mail this 13th day of October, 2010 to all parties of record as indicated

below.

JOHN T. BURNETT

Katherine Fleming, Esq.
Lee Eng Tan
Office of General Counsel
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850
keflemin@psc.state.fl.us
Ltan@psc.state.fl.us

James D. Beasley, Esq.
J. Jeffry Wahlen, Esq.
Ausley & McMullen Law Firm
P.O. Box 391
Tallahassee, FL 32302
jbeasley@ausley.com
jwahlen@ausley.com

Florida Industrial Power Users Group c/o John McWhirter, Jr. McWhirter Reeves & Davidson, P.A. P.O. Box 3350 Tampa, FL 33601-3350 imcwhirter@mac-law.com

Beth Keating Akerman Senterfitt 106 E. College Ave., Suite 1200 Tallahassee, FL 32301 Beth.keating@akerman.com

Kenneth M. Rubin, Esq. R. Wade Litchfield, Esq. Florida Power & Light 700 Universe Boulevard Juno Beach, FL 33408-0420 Ken.Rubin@fpl.com Wade.litchfield@fpl.com Charlie Beck, Esq.
Office of Public Counsel
c/o The Florida Legislature
111 West Madison Street, #812
Tallahassee, FL 32399
Beck.charles@leg.state.fl.us

Jeffrey A. Stone, Esq. Russell A. Badders, Esq. Steven R. Griffin, Esq. Beggs & Lane Law Firm P.O. Box 12950 Pensacola, FL 32591 jas@beggslane.com rab@beggslane.com srg@beggslane.com

Ms. Paula K. Brown Tampa Electric Company P.O. Box 111 Tampa, FL 33601 regdept@tecoenergy.com

Vicki Gordon Kaufman Jon C. Moyle, Jr. Keefe Anchors Gordon & Moyle, P.A. 118 North Gadsden Street Tallahassee, FL 32301 vkaufman@kagmlaw.com jmoyle@kagmlaw.com Mr. Joseph Eysie Florida Public Utilities Company P.O. Box 3395 West Palm Beach, FL 33402-3395 jeysie@fpuc.com

Ms. Susan D. Ritenour Gulf Power Company One Energy Place Pensacola, FL 32520-0780 sdriteno@southernco.com

Randy B. Miller
White Springs Agricultural Chemicals, Inc.
P.O. Box 300
15843 Southeast 78th Street
White Springs, FL 32096
RMiller@pcsphosphate.com

James W. Brew
F. Alvin Taylor
Brickfield, Burchette, Ritts & Stone, P.C.
1025 Thomas Jefferson St., NW
Eighth Floor, West Tower
Washington, D.C. 20007
jbrew@bbrslaw.com
ataylor@bbrslaw.com