

State of Florida



# Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD  
TALLAHASSEE, FLORIDA 32399-0850

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COMMISSION  
CLERK

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**DATE:** February 10, 2011  
**TO:** Ann Cole, Commission Clerk, Office of Commission Clerk  
**FROM:** Lee Eng Tan, Senior Attorney, Office of the General Counsel *LET N*  
**RE:** Dockets No. 100345-EQ, 100346-EQ and 100347-EQ - Petitions for approval of negotiated purchase power contract with Hathaway Renewable Energy, Inc. by Progress Energy Florida, Inc.

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On December 7, 2010, Hathaway Renewable Energy, Inc. sent a letter to staff requesting deferral of any Commission action in the above-referenced dockets, stating a need to re-examine the financial projections. A call placed by staff confirmed Progress Energy Florida's Inc.'s agreement with the deferral request. Please place this memo and the attached letter in the docket files.

DOCUMENT NUMBER DATE

0987 FEB 11 =

FPSC-COMMISSION CLERK



**Hathaway Renewable Energy, Inc.**

P.O. Box 356  
45 Franks Road  
Leoma, TN 38468

Tuesday, December 7, 2010

Ms. Martha Brown  
Public Service Commission  
Capital Circle Office Center  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0850

Ms. Brown,

Please defer any action on Dockets 100345, 100346 and 100347 until further notice.

As discussed over telephone with Ms. Salak this morning, I need to revise the pro forma financial projections for the three 16-20MW woody biomass power only projects under development to insure that the 2010 baseline data (using a 2018 cost avoidance date vice a 2014 cost avoidance date) will provide enough return on investment to proceed. Should the projects "pencil out," I will request new contracts from Progress Energy Florida (PEF) and reenter the Commission's approval process.

Thank you for your kind attention to this matter.

Respectfully,

  
Kevin W. Hathaway  
President

cc: Mr. David Gammon, Progress Energy Florida

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