State of Florida



Public Service Commission

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

-M-E-M-O-R-A-N-D-U-M-

APR 2

DATE:

April 26, 2012

TO:

RE:

Ann Cole, Commission Clerk, Office of Commission Clerk

FROM:

Charles Murphy, Senior Attorney, Office of the General Counsel

Docket Number 110262-EI - Petition for approval of new environmental program

for cost recovery through Environmental Cost Recovery Clause, by Tampa Electric

Company

Please place the attached document in the above-referenced docket file. This information needs to be accessible through both the PSC website and internally through CMS.

CWM

PECCHENT NUMBER - PATE

02618 APR 26 º

Jenny Wu

Economic Analyst
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Florida Public Service Commission
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From: Bryant, Howard T. [mailto:htbryant@tecoenergy.com]

Sent: Tuesday, April 24, 2012 3:47 PM

To: Jenny Wu

Subject: Response to Staff Question on No. 13

Jenny.

The explanation to your question concerning Tampa Electric's response to No. 13 is below.

Currently National Gypsum ("NG") pays for the transportation of gypsum from Tampa Electric's current temporary storage site to NG's facility. The estimated 2012 transportation cost is \$2.50 per ton. When the new stack is completed and functional in 2015, that transportation cost will no longer be incurred due to the proximity of the new stack to their product storage area. At that juncture and beyond, the company's analysis assumes the transportation cost savings to inure to the benefit of Tampa Electric and its ratepayers.

Thanks, Howard

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MICHAENE NUMBER-DATE