

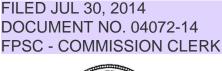
DON GAETZ President of the Senate

> J.R. Kelly Public Counsel

STATE OF FLORIDA

c/o THE FLORIDA LEGISLATURE 111 WEST MADISON ST. ROOM 812 TALLAHASSEE, FLORIDA 32399-1400 1-800-342-0222

EMAIL: OPC_WEBSITE@LEG.STATE.FL.US WWW.FLORIDAOPC.GOV





WILL WEATHERFORD Speaker of the House of Representatives

July 30, 2014

Ms. Carlotta Stauffer, Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Re: Docket No. 140025-EI – Revised Confidential Testimony of Donna Ramas

Dear Ms. Stauffer:

Please find attached revised page 22 of the Confidential Direct Testimony of Donna Ramas filed Monday, July 28, 2014. (DN 04032-14)

FPUC completed their review of the confidential testimony, and indicated that the portion of testimony previously identified as confidential on page 22 can be released. Therefore we are refiling a revised page 22 as non-confidential. Please substitute the attached page 22 for the version filed in Donna Ramas Confidential Testimony.

If you have any questions or concerns; please do not hesitate to contact me. Thank you for your assistance in this matter.

Sincerely,

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Patricia A. Christensen Associate Public Counsel

CERTIFICATE OF SERVICE DOCKET NO. 140025-EI

I HEREBY CERTIFY that a true and correct copy of the foregoing page 22 of Donna Ramas Direct Testimony has been furnished by electronic mail to the following parties on this 30th day of July, 2014:

Florida Public Utilities Company Ms. Cheryl M. Martin 1641 Worthington Road, Suite 220 West Palm Beach, FL 33409-6703 Beth Keating Lila A. Jaber, Esquire Charles A. Guyton, Esquire Gunster, Yoakley & Stewart, P.A. 215 South Monroe, Suite 618 Tallahassee, FL 32301

Keino Young Martha Barrera Suzanne Brownless Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

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Patricia A. Christensen Associate Public Counsel

1	Α.	According to the Florida Public Utility Electric Division variance report provided in
2		response to OPC POD No. 10, at FPU RC-11076 for July 2013, test year payroll and
3		benefit costs include \$24,000 " due to the Marianna Bonus payout to employees for
4		help with Litigation and referendum" After the payroll escalation factor is applied,
5		projected test year expenses include \$25,462 associated with the special bonus payouts. I
6		recommend that these costs be removed from the projected test year, reducing expenses
7		by \$25,462.
8		
9	Q.	WHY DO YOU RECOMMEND THESE COSTS BE REMOVED FROM THE
10		PROJECTED TEST YEAR?
11	Α.	Ratepayers should not be asked to fund the special bonuses that the Company decided to
12		pay out to employees who assisted on the Marianna litigation and referendum.
13		Additionally, these one-time special bonuses are non-recurring and not reflective of costs
14		that will be realized in the projected test year.
15		
16		Stock-Based Compensation Expense
17	Q.	ARE ANY COSTS INCLUDED IN THE TEST YEAR FOR STOCK-BASED
17	v	COMPENSATION?
	٨	
19	A.	Yes. The response to OPC Interrogatory No. 14 identifies a total of \$97,287 included in
20		projected test year expenses on an FPUC Electric Division basis for stock-based
21		compensation. The confidential attachment to the response identifies four individuals as
22		projected to receive the stock-based compensation during the projected test year, with the
23		total amount for the four individuals combined totaling \$97,287. The individuals include
24		the President of FPUC and three CUC executives.
25		