

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-

DATE: October 2, 2017
TO: Carlotta S. Stauffer, Commission Clerk, Office of Commission Clerk
FROM: Charles W. Murphy, Senior Attorney, Office of the General Counsel
RE: Docket No. 20170007-EI - Environmental Cost recovery clause

*TY
for CM*

Please find attached Staff's Prehearing Statement to be filed in the above-referenced docket file.

This Statement was served on the parties on Friday, September 29, 2017. The Certificate of Service was filed with the Clerk's Office on that date, but the Prehearing Statement was inadvertently not filed concurrently.

Thank you.

CWM

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Environmental cost recovery clause.

DOCKET NO. 20170007-EI

DATED: September 29, 2017

COMMISSION STAFF'S PREHEARING STATEMENT

Pursuant to Order No. PSC-2017-0106-PCO-EI, issued March 23, 2017, the Staff of the Florida Public Service Commission files its Prehearing Statement.

1. All Known Witnesses

There are no known witnesses at this time.

2. All Known Exhibits

There are no known exhibits at this time.

3. Staff's Statement of Basic Position

Staff's positions are preliminary and based on materials filed by the parties and on discovery. The preliminary positions are offered to assist the parties in preparing for the hearing. Staff's final positions will be based upon all the evidence in the record and may differ from the preliminary positions stated herein.

4. Staff's Position on the Issues

ISSUE 1: What are the final environmental cost recovery true-up amounts for the period January 2016 through December 2016?

POSITION: Staff has no position at this time.

ISSUE 2: What are the estimated/actual environmental cost recovery true-up amounts for the period January 2017 through December 2017?

POSITION: Staff has no position at this time.

ISSUE 3: What are the projected environmental cost recovery amounts for the period January 2018 through December 2018?

POSITION: Staff has no position at this time.

ISSUE 4: What are the environmental cost recovery amounts, including true-up amounts, for the period January 2018 through December 2018?

POSITION: Staff has no position at this time.

ISSUE 5: What depreciation rates should be used to develop the depreciation expense included in the total environmental cost recovery amounts for the period January 2018 through December 2018?

POSITION: Staff has no position at this time.

ISSUE 6: What are the appropriate jurisdictional separation factors for the projected period January 2018 through December 2018?

POSITION: Staff has no position at this time.

ISSUE 7: What are the appropriate environmental cost recovery factors for the period January 2018 through December 2018 for each rate group?

POSITION: Staff has no position at this time.

ISSUE 8: What should be the effective date of the new environmental cost recovery factors for billing purposes?

ISSUE 9: Should the Commission approve revised tariffs reflecting the environmental cost recovery amounts and environmental cost recovery factors determined to be appropriate in this proceeding?

POSITION: Staff has no position at this time.

FLORIDA POWER AND LIGHT COMPANY SPECIFIC ISSUES

ISSUE 10A: Should FPL be allowed to recover, through the ECRC, prudently incurred costs, if any, associated with the June 20, 2016 Consent Order between FPL and the Florida Department of Environmental Protection and the October 2015 Consent Agreement between FPL and the Miami-Dade County Department of Environmental Resources Management (as amended by the August 15, 2016 Consent Agreement Addendum)?

POSITION: Staff has no position at this time.

ISSUE 10B: Which costs, if any, associated with the June 20, 2016 Consent Order between FPL and the Florida Department of Environmental Protection and the October 2015 Consent Agreement between FPL and the Miami-Dade County Department of Environmental Resources Management (as amended by the August 15, 2016 Consent Agreement Addendum) were prudently incurred?

POSITION: Staff has no position at this time.

ISSUE 10C: Should the costs FPL seeks to recover in this docket be considered part of its Turkey Point Cooling Canal Monitoring Plan project?

POSITION: Staff has no position at this time.

ISSUE 10D: Is FPL's proposed allocation of costs associated with the June 20, 2016 Consent Order between FPL and the Florida Department of Environmental Protection and the October 2015 Consent Agreement between FPL and the Miami-Dade County Department of Environmental Resources Management (as amended by the August 15, 2016 Consent Agreement Addendum) between O&M and capital appropriate? If not, what is the correct allocation of costs between O&M and capital?

POSITION: Staff has no position at this time.

ISSUE 10E: How should the costs associated with the June 20, 2016 Consent Order between FPL and the Florida Department of Environmental Protection and the October 2015 Consent Agreement between FPL and the Miami-Dade County Department of Environmental Resources Management (as amended by the August 15, 2016 Consent Agreement Addendum) be allocated to the rate classes?

POSITION: Staff has no position at this time.

TAMPA ELECTRIC COMPANY SPECIFIC ISSUE

ISSUE 11: How should revenues included in Tampa Electric's projected ECRC cost recovery amount for 2018 associated with Phase II of the company's coal combustion residuals compliance program ("CCR Program"), the approval of which is currently pending in Docket No. 20170168-EI, be treated for cost recovery purposes pending the final disposition of the company's petition in that docket?

POSITION: Staff has no position at this time.

DUKE ENERGY FLORIDA SPECIFIC ISSUES

ISSUE 12A: Should the Commission find DEF's proposed 316(b) compliance project is reasonable and approve recovery of the related costs through the ECRC?

POSITION: Staff has no position at this time.

ISSUE 12B: How should the costs associated with DEF's proposed 316(b) compliance Project be allocated to the rate classes?

POSITION: Staff has no position at this time.

ISSUE 12C: Should the Regulatory Asset Treatment of the Alderman Road Fence be approved?

POSITION: Staff has no position at this time.

5. Stipulated Issues

None at this time.

6. Pending Motions

None at this time.

7. Pending Confidentiality Claims or Requests

None.

8. Objections to Witness Qualifications as an Expert

None

9. Compliance with Order No. PSC-2017-0106-PCO-EI

Staff has complied with all requirements of the Order Establishing Procedure entered in this docket.

Respectfully submitted this 29th day of September, 2017.

/s/ Charles W. Murphy

CHARLES W. MURPHY

Senior Attorney, Office of the General Counsel

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Environmental cost recovery clause.

DOCKET NO. 20170007-EI

DATED: September 29, 2017

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that STAFF'S PREHEARING STATEMENT has been filed with the Office of Commission Clerk and that a true copy has been furnished to the following by electronic mail this 29th day of September, 2017:

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