



February 15, 2019

Mr. Adam J. Teitzman
Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

Dear Mr. Teitzman:

Pursuant to Rule 25-6.0143 (1) (m) F.A.C., Tampa Electric files this report providing information concerning our most recent efforts to obtain commercial insurance for transmission and distribution ("T&D") facilities and a summary of amounts recorded in account 228.1 in 2018.

1. Status on Efforts to Obtain Commercial T&D Insurance – The property insurance markets for T&D insurance coverage remain very restrictive, especially for Gulf and Atlantic coast locations. Tampa Electric has requested a price indication from its property insurance broker for commercial property insurance to cover its T&D facilities from storm related damage. Based on discussions with the broker, property insurance for the company's T&D facilities at reasonable costs and deductible levels continues to be generally unavailable.
2. Summary of Amounts Recorded in Account 228.1 in 2018 – The balance at December 31, 2018 was \$55,860,641.58. As authorized by Commission Order No. PSC-13-0443-FOF-EI, Tampa Electric discontinued its annual \$8 million storm damage accrual as of the first billing cycle of November 2013. The storm reserve was replenished in 2018 by utilizing the benefits of tax reform per Commission Order No. PSC-2018-0125-PCO-EI.

Thank you for your assistance in connection with this matter.

Sincerely,

A handwritten signature in blue ink, appearing to read "William R. Ashburn".

William R. Ashburn
Director, Pricing and Financial Analysis