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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for rate increase by Florida Power & Light Company. (FPL) Docket No: 20250011-EI

PETITION TO INTERVENE BY SOUTHERN ALLIANCE FOR CLEAN ENERGY

Pursuant to sections 120.569, 120.57(1), Florida Statutes, and Rule 28-106.205, Florida

Administrative Code, Southern Alliance for Clean Energy ("SACE"), through its undersigned

counsel, petitions for leave to intervene in the above-captioned proceedings, and in support thereof

states:

1. The name and address of the agency affected by this Petition is:

Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

2. The name and address of Petitioner is:

Southern Alliance for Clean Energy P.O. Box 1842 Knoxville, TN 37901 Telephone: (865) 637-6055

3. The name and address of counsel for Petitioner, authorized to receive all notices,

pleadings, and other communications in this docket is:

William C. Garner Law Office of William C. Garner, PLLC 3425 Bannerman Road Unit 105, No. 414 Tallahassee, FL 32312 (850) 320-1701 (tel) (850) 792-6011 bgarner@wcglawoffice.com 4. <u>Notice of Agency's Proposed Action</u>. Petitioner received notice of the Florida Public Service Commission's ("Commission") action in this matter through the filing of Florida Power & Light Company's ("FPL") Test Year Notification on January 2, 2025. Petitioner regularly reviews the Commission's online docket to identify matters of interest to itself and its members.

5. <u>Intervenor's Substantial Interests</u>. SACE is a non-profit clean energy corporation organized under the laws of the State of Tennessee and is authorized to conduct operations in the State of Florida. The mission of SACE, as reflected in its bylaws, is to advocate for energy plans, policies, and systems that best serve the environmental, public health, and economic interest of communities in the Southeastern United States, including Florida, and recovery of costs associated with such plans, policies, and systems. As part of that mission, SACE places a priority on promoting responsible and equitable energy choices to ensure clean, safe, and healthy communities throughout the Southeast, including Florida.

6. SACE has staff in Florida working to advance these goals. In addition, there are more than 8,000 SACE members residing in Florida and dedicated to promoting efficient, clean, safe, and economically and environmentally responsible energy choices. A substantial number of SACE's Florida members reside in FPL's service territory, at least 5,812,¹ who are ratepayers and dedicated to advancing SACE's purpose and mission.

7. To further its missions, SACE has presented experts and provided technical testimony in numerous forums throughout Florida, including before the Florida Public Service Commission. SACE has been granted intervenor status by this Commission in numerous

¹ SACE identifies 5,812 members who are certain to reside within the FPL service territory, that is, who have provided their full address and who live within a zip code or at an address that can be determined clearly to fall entirely within FPL's territorial boundaries.

proceedings, including in: In re: Petition for rate increase by Duke Energy Florida, LLC, Docket No. 20240025-EI; In re: Commission review of numeric conservation goals, Docket Nos. 20240012, -13, -14, -16 and -17-EG; In re: Petition for rate increase by Florida Power & Light Company, Docket No. 20210015-EI; In re: Petition for approval of FPL Solar Together program and tariff of Florida Power & Light Company, Docket No. 2020176-EI; In re Commission review of numeric conservation goals, Docket Nos. 20190015-EG - 20190021-EG; In re: Commission review of numeric conservation goals, Docket Nos. 130199-EI – 130203-EI; In re: Commission review of numeric conservation goals, Docket Nos. 08407-EG – 080413-EG; In re: Nuclear Cost *Recovery Clause*, Docket Nos. 20090009, 20100009, 20110009, 20120009, 20130009, 20140009, 20150009, 20160009, and 20170009; In re: Environmental cost recovery clause, Docket Nos. 20170007 and 20140007; In re: Energy conservation cost recovery clause, Docket Nos. 20110002, 20120002, 20130002 and 20140002; In re: Petition for determination of need for Okeechobee Clean Energy Center Unit 1, by Florida Power & Light Company, Docket No. 150196; In re: Request to opt-out of cost recovery for investor-owned electric utility energy efficiency programs by Wal-Mart Stores East, LP and Sam's East, Inc. and Florida Industrial Power Users Group, Docket No. 140226; In re: Petition for determination of need for Citrus County Combined Cycle Power Plant, by Duke Energy Florida, Inc., Docket No. 20140110; In re: Examination of the outage and replacement fuel/power costs associated with the CR3 steam generator replacement project, by Progress Energy Florida, Inc., Docket No. 20100437-EI; and In re: Petition to determine need for Polk Unit 6 electrical power plant, by Tampa Electric Company, Docket No. 20070467-EI.

8. <u>Statement of Affected Interests</u>. The FPL 4-year rate plan initially proposed by FPL, if approved, will allow the Company to raise its revenue requirements by \$1.55 billion in

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2026, \$930 million in 2027 and thereafter to make solar base rate adjustments adding additional revenue in 2028 and 2029, for a total increase in revenue requirements of more than approximately \$2.5 billion. Included in the revenue requirement is a request for an 11.9% midpoint for rate of return on common equity capital, representing a 130-basis point increase in the approved midpoint for return on common equity ("ROE") established in the 2021 FPL rate case settlement, and a 25basis point increase over FPL's average achieved ROE reported in December of 2024. The cost to support this additional revenue requirement will be borne by FPL customers through their power bills, including FPL customers that are SACE members.² SACE members, as ratepayers, will also be directly and substantially affected by other aspects of FPL's proposed rate plan, including the company's choices to expand its fleet of generating assets in lieu of implementing more aggressive energy efficiency and conservation measures, and to continue expansion of its transmission system in favor of more robust programs to increase the adoption of environmentally sound distributed energy solutions. This proceeding will provide SACE and other parties, and the Commission, the opportunity to test the prudency of investments made by FPL, and expenses, prior to costs being passed on to FPL customers, including FPL customers who are also SACE members.

9. In addition to economic impact, the FPL rate plan substantially affects the purpose and mission of SACE because it includes capital projects and programs that may affect resource decisions and clean energy outcomes in the state for years to come, including but not limited to FPL's energy mix and corresponding emission profile, timing of fossil fueled plant retirements, solar development, the number of battery storage installations, and, potentially, EV infrastructure and related EV adoption rates. While, generally, SACE supports utility investment in solar power

² Indeed, in its Test Year Notification Letter, FPL states that the proposed revenue requirement will increase rates by an average annualized 2.5 percent over the four-year period covered by its rate plan. Unfortunately, rate payers, including SACE members, are likely to experience a much larger percent increase in the first two years of the plan, as actual rate increases are unlikely to be capped to 2.5 percent per year.

generation and battery storage, it works to ensure that the program designs proposed by any utility meet the program's stated purpose by maximizing results that lead to cost-effective and equitable outcomes. Therefore, the expansion of these and other programs and policies that may be proposed in the FPL rate plan will substantially affect the clean energy purpose and mission of SACE and its members.

10. These are exactly the type of interests this proceeding is designed to protect for associations such as SACE and its members. *See, Ameristeel Corp. v. Clark,* 691 So. 2d 473 (Fla. 1997); *Agrico Chemical Co. v. Department of Environmental Regulation,* 415 So. 2d 1359 (Fla. 1982). To establish its standing as a representative of its members' substantial interests, an association like SACE must demonstrate the following: 1) that a substantial number of its members are substantially affected by the agency's decisions; 2) that the intervention by the association is within the association's general scope of interest and activity; and 3) that the relief requested is of a type appropriate for an association to obtain on behalf of its members. *Florida Home Builders Ass'n v Department of Labor and Employment Security,* 412 So. 2d 351, 353-54 (Fla. 1982) and *Farmworker Rights Organization, Inc. v. Department of Health and Rehabilitative Services,* 417 So. 2d 753, 754 (Fla. 1st DCA 1982).

11. SACE satisfies each of the requirements set forth in *Florida Homebuilders*.

12. A substantial number of SACE's members reside within FPL's service territory and receive from and are billed by FPL for electricity service. These SACE members are therefore directly and substantially affected financially as well as through the energy choices embedded within the FPL rate plan that would be financed by revenues secured from such SACE members paying FPL's rates. Each such SACE member residing within FPL's service territory would have

individual standing to intervene personally, though most are unlikely to have the resources in time, money, or knowledge to do so on their own.

13. As indicated above, SACE's bylaws articulate its purpose to "advocate for energy plans, policies, and systems that best serve the environmental, public health, and economic interest including recovery of costs associated with such plans, policies and systems of communities in the Southeast." Further, SACE's bylaws explicitly authorize the organization to engage in advocacy and litigation in furtherance of its purposes. SACE has a long history of representing its members' pecuniary and clean energy interests before this Commission, including in previous rate cases. As a result, this proceeding is well within the scope of SACE's interests and activities.

14. The relief requested is the type of relief appropriate for SACE to receive on behalf of its members. The rights and interests of SACE and its members cannot be adequately represented by any other party in this docket, and intervention will not unduly delay or prejudice the rights of other parties.

14. SACE's intervention is timely. Rule 25-22.039, F.A.C.

15. <u>Disputed Issues of Material Fact</u>. SACE anticipates that assertions of material facts will be in dispute in these proceedings. However, at this time, SACE cannot identify all disputed issues of material fact because the utilities have not yet submitted their filings.

16. SACE anticipates that the disputed issues of material fact in these proceedings will include, but are not limited to, the following, and reserves the right to identify additional issues of material fact as they arise:

a. Whether the proposed ROE is commensurate with that of other enterprises having corresponding risks;

b. Whether the proposed ROE leads to fair, just and reasonable rates;

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- c. Whether the jurisdictional values for setting the rate base are appropriate;
- d. Whether the FPL proposed rate plan produces fair, just and reasonable rates;
- e. Whether the investments proposed in the multi-year rate plan are prudent;

f. Whether newly introduced programs are designed to meet their stated objective in a cost-effective and equitable fashion.

SACE reserves the right to add additional issues in accordance with the Commission's rules and the Order Establishing Procedure issued in this matter.

17. <u>Disputed Legal Issues</u>. SACE anticipates that issues of law may be in dispute during these proceedings. However, at this time, SACE cannot identify all disputed issues of law, but reserves the right to interpose or dispute assertions of law as they arise during the proceedings.

18. <u>Statement of Ultimate Facts Alleged</u>. SACE's allegations of ultimate facts include, but are not limited to, whether FPL has met its burden of proof that it is entitled to a rate increase, and whether FPL has met its burden of proof that the proposed rate increase will result in fair, just, and reasonable rates. SACE reserves the right to revise or add to this statement of ultimate facts alleged when procedurally appropriate to do so.

22. <u>Laws Entitling Petitioner to Relief</u>. The rules and statutes that entitle SACE to intervene and participate in this case include but are not limited to the following:

- a. § 120.569, Fla. Stat.;
- b. § 120.57, Fla. Stat.;
- c. §§ 366.04-366.06, Fla. Stat.;
- d. Rule 28-106.201, F.A.C.; and
- e. Rule 28-106.205, F.A.C.

23. <u>Prayer for Relief</u>. The Southern Alliance for Clean Energy respectfully requests that the Commission enter an Order granting it leave to intervene in the above-named matter as a full party, and further requests parties to provide the undersigned with all pleadings, testimony, exhibits, evidence, and discovery filed in said matters.

24. <u>Statements Required by Rule 28-106.204(3)</u>, Florida Administrative Code. The above-captioned matters are not subject to the proposed agency action procedure. Therefore, it is premature at this time to state whether SACE supports or opposes the Commission's preliminary action. Pursuant to Rule 28-106.204(3), Florida Administrative Code, undersigned has conferred with counsel for all other parties of record, and no party objects. Staff, FPL, FIPUG, and Florida Rising/LULAC/ECOSWF each indicates they take no position. OPC indicates no objection.

RESPECTFULLY SUBMITTED this 25th day of February, 2025.

/s/ William C. Garner

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Counsel for Petitioner Southern Alliance for Clean Energy

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing was served on this 25th

day of February, 2025 via electronic mail on:

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> <u>/s/ William C. Garner</u> Attorney