

Florida Public Service Commission

SPECIAL REPORT

JUNE 2016

Petition for increase in rates by

Florida Power & Light Company

DOCKET NO. 160021-EI

On March 15, 2016, Florida Power & Light Company (FPL) filed a petition with the Florida Public Service Commission (PSC or Commission) for a base rate increase. FPL currently provides electric service to more than 4.8 million retail customers in all or parts of 35 Florida counties.

QUESTIONS & ANSWERS

1 Is there an opportunity for public input on this rate case?

Yes. As part of the evaluation process for FPL's rate request, the Commission will conduct nine service hearings to allow customer feedback about FPL and the rate setting process. Customer comments, written and oral, will be taken into consideration when the Commission reaches a decision. Commissioners will attend and participate during the hearings.

2 Why is FPL requesting a rate increase?

FPL states it is requesting a rate increase to cover increasing operating costs.

3 Presently, how much is a 1,000 kwh monthly bill for residential customers?

Currently, a 1,000 kwh monthly bill for residential customers is \$91.84.

4 Using FPL's proposed rates, how much would a 1,000 kwh monthly bill be for residential customers?

Using FPL's proposed rates, a 1,000 kwh monthly bill for residential customers is estimated to be \$100.66 in January 2017. Effective January 2018, a 1,000 kwh monthly bill for residential customers is estimated to be \$103.31. Effective June 2019, a 1,000 kwh monthly bill for residential customers is estimated to be \$105.45.

What if I cannot attend the service hearing or prefer not to speak? Are there other ways to comment on this case?

Any person who wants to comment or provide information to the Commission regarding this matter may do so orally at the meeting or in writing.* Written comments should be mailed to:

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If cancelled, notice of meeting cancellation will be provided on the Commission's website (www.floridapsc.com) under the Hot Topics link found on the home page. Cancellation can also be confirmed by contacting the Office of General Counsel at (850) 413-6199.

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

The PSC will also accept emailed comments at: clerk@psc.state.fl.us

Please be sure to include the docket number, **160021-EI**.

Customer comments are placed on the correspondence side of the docket file and are taken into consideration by the Commissioners in reaching their decision. In accordance with Florida Statutes, the PSC will also consider FPL's quality of service and other matters. If you have questions, contact the PSC's Office of Consumer Assistance & Outreach at 1-800-342-3552.

Who can answer technical or legal questions?

For technical questions, contact:

Bart Fletcher (850) 413-7017

Elisabeth Draper (850) 413-6706

For legal questions, contact:

Suzanne Brownless (850) 413-6218

7 Where on the Internet can I obtain more detailed information?

Detailed docket information is available on the PSC website at <u>www.FloridaPSC.com</u>. Click on **Clerk's Office** then **Dockets**. Type in the docket number, **160021**.

8 When will the PSC make a decision?

The PSC staff is scheduled to file a recommendation with the Commission on October 14, 2016, that addresses FPL's proposed revenue increase. The Commissioners are expected to vote on this matter at the October 27, 2016 Commission Conference.

Based on the Commission's decision on FPL's proposed revenue increase, staff will prepare another recommendation that addresses the specific rates to be charged to each class of customers. Staff's second recommendation is scheduled to be filed on November 17, 2016. The Commission is expected to vote on FPL's rates at the November 29, 2016 Commission Conference.

^{*} Any email or other correspondence sent to a Florida Public Service Commissioner, or any other public official and/or employee of the PSC, in the transaction of public business is considered a public record and is subject to Florida's Public Records Law. This means that Florida law generally requires the PSC to provide a copy of any such email or correspondence, upon request, for inspection and copying to any Florida citizen or to any member of the media.

PSC Commissioners



Ronald A. Brisé



COMMISSIONER Lisa Polak Edgar



Julie I. Brown



COMMISSIONER
Art Graham



Jimmy Patronis

Service Hearings

June 2, 2016 5 p.m.

School Board of Lee County Board Room Lee County Education Center 2855 Colonial Boulevard Ft. Myers, FL 33966

> June 3, 2016 9:30 a.m.

Sarasota City Commission Chambers Sarasota City Hall 1565 1st Street Sarasota, FL 34236

> June 15, 2016 6:00 p.m.

Solid Waste Authority of Palm Beach County 7501 North Jog Road West Palm Beach, FL 33412

> June 16, 2016 9:30 a.m.

Brevard County Governmental Center Commission Room, Building C, 1st Floor 2725 Judge Fran Jamieson Way Melbourne, FL 32940 June 16, 2016 6:00 p.m.

Museum of Arts and Sciences 352 S. Nova Road Daytona Beach, FL 32114

> June 27, 2016 6:00 p.m.

Miami-Dade County Auditorium 2901 West Flagler Street Miami, FL 33135

> June 28, 2016 9:30 a.m.

County Commission Chambers Broward County Governmental Center 115 S. Andrews Avenue Ft. Lauderdale, FL 33301

> June 28, 2016 5:00 p.m.

South Regional/Broward College Library 7300 Pines Boulevard Pembroke Pines, FL 33024

> June 29, 2016 9:30 a.m.

Florida Memorial University Lou Rawls Auditorium 15800 N. W. 42nd Avenue Miami Gardens, FL 33054

Residential Bills at Various Usage Levels

	As of June 2016	Estimated January 2017	Estimated January 2018	Estimated June 2019
1,000 kwh				
Base Rate Charges	\$57.00	\$67.00	\$69.59	\$71.67
Fuel Charge	\$21.73	\$21.73	\$21.73	\$21.73
*Other Charges	\$10.81	\$9.41	\$9.41	\$9.41
Gross Receipts Tax	\$2.30	\$2.52	\$2.58	\$2.64
Total	\$91.84	\$100.66	\$103.31	\$105.45
1,500 kwh				
Base Rate Charges	\$87.19	\$100.50	\$104.39	\$107.51
Fuel Charge	\$37.60	\$37.60	\$37.60	\$37.60
*Other Charges	\$16.22	\$14.12	\$14.12	\$14.12
Gross Receipts Tax	\$3.62	\$3.90	\$4.00	\$4.08
Total	\$144.63	\$156.12	\$160.11	\$163.31
2,000 kwh	0447.00	0404.00	# 400.40	0440.04
Base Rate Charges	\$117.38	\$134.00	\$139.18	\$143.34
Fuel Charge	\$53.46	\$53.46	\$53.46	\$53.46
*Other Charges	\$21.62	\$18.82	\$18.82	\$18.82
Gross Receipts Tax	\$4.93	\$5.29	\$5.42	\$5.53
Total	\$197.39	\$211.57	\$216.88	\$221.15
3,000 kwh				
Base Rate Charges	\$177.76	\$201.00	\$208.77	\$215.01
Fuel Charge	\$85.19	\$85.19	\$85.19	\$85.19
*Other Charges	\$32.43	\$28.23	\$28.23	\$28.23
Gross Receipts Tax	\$7.57	\$8.06	\$8.26	\$8.42
Total	\$302.95	\$322.48	\$330.45	\$336.85

^{*} Other charges include nuclear and non-nuclear capacity, environmental, conservation, and storm recovery costs.

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Commission	, please complete this	s docket to the Florida Public Ser comment form and return it by m ndence will be placed in the dock	nail,
	CONSUMER	COMMENTS	

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	STAMP
Florida Public Service Commission Office of Commission Clerk 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850	
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