INTEROFFICE MEMORANDUM

Date:

08-Jul-1992 04:24pm EST

From:

Patricia Comer

COMER P

Dept:

Office General Counsel

Tel No:

904/488-9730

SUNCOM:

TO: Stephanie Brooks

WPB

(BROOKS S)

TO: Preston Lewis TAL (LEWIS \overline{P})

Subject: Fort Pierce Utilities

Rest easy folks! I signed the latest (June 26) stipulation to settle Fort Pierce Utilities, units 6, 7 ad nauseum. The only change I made was to page 2 of 4 on Attachment "A", the typo on VOC emissions. I changed it back to 0.0236 lb/hr. and called HBGS and told Perko. He will file the dismissal and we can put this away, finally! Thanks for everything, especially for your patience.

HOPPING BOYD GREEN & SAMS

ATTORNEYS AND COUNSELORS

123 SOUTH CALHOUN STREET POST OFFICE BOX 6526

TALLAHASSEE, FLORIDA 32314

(904) 222-7500

FAX (904) 224-8551

June 26, 1992

C. ALLEN CULP, JR.
RALPH A. DEMEO
JAMES C. GOODLETT
RICHARD W. MOORE
ANGELA R. MORRISON
MARIBEL N. NICHOLSON
LAURA BOYD PEARCE
GARY V. PERKO
MICHAEL P. PETROVICH
DOUGLAS S. ROBERTS
JULIE B. ROME
KRISTIN C. RUBIN
CECELIA C. SMITH

OF COUNSEL W. ROBERT FOKES

BY HAND-DELIVERY

CARLOS ALVAREZ

JAMES S. ALVES

BRIAN H. BIBEAU

KATHLEEN BLIZZARD

ELIZABETH C. BOWMAN WILLIAM L. BOYD, IV RICHARD S. BRIGHTMAN

PETER C. CUNNINGHAM

THOMAS M. DEROSE

FRANK E. MATTHEWS RICHARD D. MELSON

WILLIAM D. PRESTON

CAROLYN S. RAEPPLE

WILLIAM H. GREEN

WADE L. HOPPING

GARY P. SAMS ROBERT P. SMITH CHERYL G. STUART

> Ms. Patricia E. Comer, Esquire Florida Department of Environmental Regulation Twin Towers Office Building 2600 Blair Stone Road Tallahassee, Florida 32399-2400

Re: Fort Pierce Utilities Authority

DOAH Case No. 91-6989; OGC Case No. 1610

Dear Ms. Comer:

By this letter, we are submitting a proposed settlement agreement to resolve the pending administrative proceedings in accordance with in our telephone conversation of May 29, 1992.

As you recall, in exchange for FPUA's dismissal of the permit challenge, the Department has agreed to reissue the renewal permit for Units 6-8 with permit language discussed in the conference call of May 18, 1992. In essence, the Department has agreed to modify the annual SO_x , VOC, and PM emission limits expressed in Specific Condition 2(a)(2)(B) of the Department's latest proposal (dated December 18, 1991) to allow FPUA to burn low sulfur fuel oil (0.8 lbs/MBtu) in either Units 6, 7 or 8 for combined total of 400 hours per year during emergency conditions. The permit language attached to the proposed settlement agreement incorporates this agreement by adding the annual emissions of SOx (100.8 tons/yr), VOC (0.7 tons/yr), and PM (12.6 tons/yr) associated with 400 hours of low sulfur oilfiring to the permit limits expressed in your latest proposal. (Of course, the annual limits for NOx and CO have not changed.)

In addition, FPUA has agreed to withdraw its request for separate permits for Units 6 through 8. However, FPUA does request that DER issue a separate permit for diesels 1 and 2.

Ms. Patricia Comer, Esquire June 26, 1992 Page 2

I apologize for our delay in submitting the proposed settlement agreement. Due to scheduling conflicts and other administrative problems, we had some difficulty coordinating with FPUA's technical consultants to determine the appropriate permit limits. Nevertheless, FPUA remains anxious to resolve this matter. Accordingly, please give us a call as soon as you have had a chance to review the draft language.

Sincerely,

HOPPING BOYD GREEN & SAMS

By: Kluy 1/c

Gary V. Perko /

Attorneys for FORT PIERCE UTILITIES AUTHORITY

Enclosures gvp:ltrCOMER2

CC: Stephanie Brooks (DER)
 Preston Lewis (DER)
 Harry Lamb (FPUA)
 Steve Day (B&V)