

## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Request of Florida Power & Light Company for approval of revised depreciation rates for Units 1 and 2 of the St. Lucie Nuclear Plant and Units 3 and 4 of the Turkey Point Nuclear Plant.	)	DOCKET NO. 881374-EI
	)	ORDER NO. 20646
	)	ISSUED: 1-24-89
	)	
	)	

The following Commissioners participated in the disposition of this matter:

THOMAS M. BEARD  
 GERALD L. GUNTER  
 JOHN T. HERNDON  
 MICHAEL MCK. WILSON

ORDER REQUIRING INTERIM TREATMENT OF CERTAIN  
 DEPRECIATION EXPENSES

BY THE COMMISSION:

On October 21, 1988, Florida Power & Light Company (FPL) filed with this Commission proposed depreciation rates by account for St. Lucie Units 1 and 2 and Turkey Point Units 3 and 4.

Our Staff has reviewed the utility's filing and recommends that the rates shown on Attachment 1 to this Order should be approved on an interim basis effective January 1, 1989, and trued-up when final action is taken in this docket. Our Staff points out that the filing is not a "depreciation study" in the general sense of the term. Even with its nuances, we find it is appropriate to approve the rates on Attachment 1, subject to subsequent true-up upon completion of this docket. The new rates will increase annual depreciation expenses by approximately \$424,000, based upon January 1, 1989 investment.

In consideration of the foregoing, it is

ORDERED by the Florida Public Service Commission that the request of Florida Power & Light Company to begin the interim booking of depreciation rates, as reflected in Attachment 1 on an interim basis for Units Nos. 1 and 2 of St. Lucie Nuclear Plant and Units 3 and 4 of Turkey Point Nuclear Plant is approved. It is further

ORDERED that Florida Power & Light Company shall implement depreciation rates on the dates shown in the body of this Order. It is further

ORDERED that any difference between the interim depreciation rates and expenses approved herein and those approved on a permanent basis shall be trued-up. It is further

ORDERED that Docket No. 881374-EI shall remain open for the purpose of considering the depreciation study filed by Florida Power & Light Company.

DOCUMENT NUMBER-DATE

00859 JAN 24 1989

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By ORDER of the Florida Public Service Commission,  
this 24th day of JANUARY, 1989.

  
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STEVE TRIBBLE, Director  
Division of Records and Reporting

( S E A L )

MRC

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FLORIDA POWER & LIGHT CO.  
ST. LUCIE #1 & 2, TURKEY PT. #3 & 4

PRELIMINARY IMPLEMENTATION OF  
DEPRECIATION RATES

<u>Account</u>	<u>Account Description</u>	<u>Adjusted Reserve Ratio At 12/31/88</u>	<u>Rem. Life Years</u>	<u>PRELIMINARY RATES (12-31-88) Depreciation Rate</u>	<u>Rem. Life Rate</u>
				<u>Net Salary %</u>	
<u>St. Lucie</u>					
321.0	Structures & Improvements	19.7%	24.0	- 2.0%	3.4%
322.0	Reactor Plant Equipment	18.8%	29.0	-12.0%	3.2%
323.0	Turbogenerator Units	16.8%	29.0	- 1.0%	2.9%
324.0	Accessory Plant Equipment	14.9%	31.0	0.0%	2.7%
325.0	Miscellaneous Plant Equip.	10.4%	34.0	0.0%	2.6%
<u>Turkey Point</u>					
321.0	Structures & Improvements	26.6%	17.8	- 2.0%	4.2%
322.0	Reactor Plant Equipment	27.8%	17.3	-13.0%	4.9%
323.0	Turbogenerator Units	20.0%	18.2	- 0.0%	4.4%
324.0	Accessory Plant Equipment	18.6%	17.5	- 2.0%	4.8%
325.0	Miscellaneous Plant Equip.	14.6%	16.8	- 2.0%	5.2%