

Steel Hector & Davis

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**ORIGINAL
FILE COPY**

May 20, 1994

Ms. Blanca S. Bayo, Director
Division of Records and Reporting
Florida Public Service Commission
101 East Gaines Street
Tallahassee, FL 32399

RE: DOCKET NO. **940001-BI**

Dear Ms. Bayo:

Enclosed for filing please find the original and fifteen (15) copies of Florida Power & Light Company's Petition For Approval Of Fuel Cost Recovery, Capacity Cost Recovery, Oil Backout Cost Recovery True-Up And GPIF For Period Ending March 1994 in the above referenced docket.

ACK 1 Also enclosed please find the Testimony of B. T. Birkett
AFA 5 (Levelized Fuel Cost Recovery, Capacity Cost Recovery and Oil
APP 1 Backout Cost Recovery Final True-Up) and the Testimony of R. Silva
(GPIF).

CAF

CMU

CTR

EAG

LEG 1

LIN 3 + Orig Test

OPC

RCH 181C/eg

SEC 1

WAS cc: All Parties of Record

OTH RECEIVED & FILED

Respectfully submitted,



Matthew M. Childs, P.A.

Scw
FPSC BUREAU OF RECORDS *Silva*

Birkett

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DOCUMENT NUMBER-DATE

04939 MAY 20 94

FPSC-RECORDS/REPORTING

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DOCUMENT NUMBER-DATE

04938 MAY 20 94

FPSC-RECORDS/REPORTING

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Petition
DOCUMENT NUMBER-DATE

04937 MAY 20 94

FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Investigation Of Fuel)
Cost Recovery Clauses Of Electric)
Utilities)

DOCKET NO. 940001-EI

FILED: MAY 20, 1994

**PETITION FOR APPROVAL OF FUEL COST RECOVERY,
CAPACITY COST RECOVERY, OIL BACKOUT COST
RECOVERY TRUE-UP AND GPIF FOR PERIOD
ENDING MARCH 1994**

Florida Power & Light Company ("FPL") hereby Petitions this Commission for approval of FPL's final Fuel and Purchased Power Cost Recovery Factor ("Fuel Factor") true-up amount of \$2,066,794 overrecovery, final Capacity Cost Recovery True-Up amount of \$8,570,760 overrecovery, final Oil Backout Cost Recovery True-Up amount of \$257,863 overrecovery and GPIF reward of \$3,172,570 for the October 1993 - March 1994 period. In support of this Petition, FPL states as follows:

1. The final \$2,066,794 Fuel Cost overrecovery for the period October 1993 - March 1994, was calculated in accordance with the methodology set forth in Schedule 1 page 2 of 2, attached to Order 10093 dated June 19, 1981. This calculation and the supporting documentation are contained in the prepared testimony of FPL witness B. T. Birkett, which is being filed together with the Petition and incorporated herein.

2. The Commission approved a levelized Fuel Cost and Purchased Power Adjustment Factor of 1.488 cents/kwh for the period

beginning April 1994 through September 1994. This Fuel Factor was based upon an "estimated/actual" overrecovery including interest for the period October 1993 through March 1994 of \$143,804,515. The actual overrecovery including interest for the period October 1993 through March 1994 is \$145,871,309. The \$145,871,309 overrecovery less the "estimated/actual" overrecovery of \$143,804,515 results in the final overrecovery of \$2,066,794. This final overrecovery of \$2,066,794 is to be included in the calculation of the Fuel Factor for the period beginning October 1994.

3. The final \$8,570,760 Capacity Cost overrecovery for the period October 1993 - March 1994, was calculated in accordance with the methodology set forth in Order No. 25773 dated February 24, 1992. This calculation and the supporting documentation are contained in the prepared testimony of FPL witness B. T. Birkett, which is being filed together with the Petition and incorporated herein.

4. The Commission approved Capacity Cost Recovery Factors for the period April 1994 through September 1994. These factors were based upon an "estimated/actual" underrecovery including interest for the period October 1993 through March 1994 of \$10,832,033. The actual underrecovery including interest, for the period October 1993 through March 1994 is \$2,261,273. The \$2,261,273 underrecovery less the "estimated/actual" underrecovery of \$10,832,033 which is currently reflected in charges for the period beginning April 1994, results in a final overrecovery of

\$8,570,760. This final overrecovery of \$8,570,760 is to be included in the calculation of the capacity factors for the period beginning October 1994.

5. The "estimated/actual" end of period Oil Backout underrecovery, including interest for the period October 1993 - March 1994, was \$57,475. The \$257,863 difference between this "estimated/actual" end of period underrecovery currently being reflected in customers' bills and the actual \$200,388 end of period overrecovery for the period October 1993 - March 1994 including interest, is to be included in the calculation of the Oil Backout Factor for the period beginning October 1994. The calculation and supporting documentation is contained in the prepared testimony and exhibits of FPL witness B. T. Birkett which is being filed with and incorporated in this Petition.

6. By Order No. PSC-93-1331-FOF-EI dated September 13, 1993, this Commission established General Performance Incentive targets for FPL for the six month period ending March 1994. The application of the GPIF formula to FPL's performance during that six month period produces a reward of \$3,172,570. Matters relating to the GPIF are contained in the prepared testimony of FPL witness R. Silva which is being filed with and incorporated in this Petition.

WHEREFORE, Florida Power & Light Company respectfully requests the Commission to approve the net \$2,066,794 fuel cost overrecovery as the true-up amount for the period ending March 1994, and include this amount in the calculation of the Fuel Factor for the period

beginning October 1994, approve the net \$8,570,760 capacity cost overrecovery as the true-up amount for the period ending March 1994, and include this amount in the calculation of the capacity factors for the period beginning October 1994, approve the net \$257,863 Oil Backout Cost Recovery as the true-up amount for the period ending March 1994, and include this amount in the calculation of the Oil Backout Factor for the period beginning October 1994, and approve \$3,172,570 as FPL's GPIF reward for the period ending March 1994, and include this amount in the calculation of the Fuel Factor for the period beginning October 1994.

DATED this 20th day of May, 1994.

Respectfully submitted,

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Attorneys for Florida Power
& Light Company

By: 

Matthew M. Childs, P.A.

CERTIFICATE OF SERVICE
DOCKET NO. 940001-ZI

I HEREBY CERTIFY that a true and correct copy of Florida Power & Light Company's Petition For Approval Of Fuel Cost Recovery, Capacity Cost Recovery, Oil Backout Cost Recovery True-Up And GPIF For Period Ending March 1994, along with the Testimony of B. T. Birkett and R. Silva have been furnished by Hand Delivery** or U. S. Mail this 20th day of May, 1994, to the following:

Donna Canzano, Esq.**
Division of Legal Services
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