## STEEL II HECTOR II DAVIS

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Matthew M. Childs, P.A.

September 30, 1997

Blanca S. Bayó, Director Division of Records and Reporting Florida Public Service Commission 4075 Esplanade Way, Room 110 Tallahassee, FL 32399-0850

RE: DOCKET NO. 970001-EI

Dear Ms. Bayó:

Enclosed for filing please find the original and ten (10) copies of Florida Power & Light Company's Post-Hearing Statement of Issues and Positions in the above referenced docket.

Very truly yours,

Matthew M. Childs, P.A.

ACRK \_\_\_MMC/ml

AFA Voudume Enclosures

APP \_\_\_\_CC: All Parties of Record

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## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Fuel and purchased power cost recovery clauses and generating performance incentive factor

DOCKET NO. 970001-EI

FILED: SEPTEMBER 30, 1997

## FLORIDA POWER & LIGHT COMPANY'S POST-HEARING STATEMENT OF ISSUES AND POSITIONS

Pursuant to Order No. PSC-97-0794-PCO-EI, issued July 2, 1997, establishing the post-hearing procedure in this docket, Florida Power & Light Company (\*FPL\*) hereby submits its Post-hearing Statement of Issues and Positions with regard to Issues 9-12.

ISSUE 9. How should transmission costs be accounted for when determining the transaction price of an economy, Schedule C, broker transaction between two directly interconnected utilities?

The broker incorporates these costs by adjusting the buyer's costs where there is a separate additional charge just like it is done for transactions between non-directly interconnected utilities.

(VILLAR)

If the cost of transmission is used to determine the transaction price of an economy Schedule C, broker transaction between two directly interconnected utilities, how should the cost of this transaction be recovered?

The additional revenue, if any, should be flowed through the fuel clause.

(VILLAR)

ISSUES 11. How should transmission costs be accounted for when determining the transaction price of an economy, Schedule C, broker transaction that requires wheeling between two non-directly interconnected utilities?

DOCUMENT NUMBER-DATE

10023 SEP 30 5

FPL:

FPL is proposing no change in the manner in which transmission costs are accounted for by the Broker for transactions between two non-directly interconnected utilities. In these transactions, the Broker adjusts the buyer's quote to recognize the transmission cost. (VILLAR)

ISSUES 12.

If the cost of transmission is used to determine the transaction price of an economy, Schedule C, broker transaction between two non-directly interconnected utilities how should the cost of this transaction be recovered?

FPL:

FPL is proposing no change in the current regulatory treatment of these costs. Transmission costs paid to intervening utilities are part of the total cost of Schedule C transactions and should continue to be recovered through the Fuel Clause. (VILLAR)

WHEREFORE, FPL submits this its Post-Hearing Statement of Issues and Positions on the four remaining issues in this docket, Issues 9-12.

DATED this 30th day of September, 1997.

Respectfully submitted,

STEEL HECTOR & DAVIS LLP Suite 601 215 South Monroe Street Tallahassee, FL 32301 Attorneys for Florida Power & Light Company

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Matthew M. Childs, P.A.

## CERTIFICATE OF SERVICE DOCKET NO. 970001-EI

I HEREBY CERTIFY that a true and correct copy of Florida Power & Light Company's Post-Hearing Statement of Issues and Positions has been furnished by Hand Delivery, \*\* or U.S. Mail this 30th day of September, 1997, to the following:

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