

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. 21773
)	ISSUED: 8-22-89
)	
)	

The following Commissioners participated in the disposition of this matter:

- MICHAEL McK. WILSON, Chairman
- THOMAS M. BEARD
- GERALD L. GUNTER
- JOHN T. HERNDON

NOTICE OF PROPOSED AGENCY ACTION

ORDER PRESCRIBING DEPRECIATION RATES

BY THE COMMISSION:

NOTICE is hereby given by the Florida Public Service Commission that the action discussed herein is preliminary in nature and will become final unless a person whose interests are adversely affected files a petition for a formal proceeding, pursuant to Rule 25-22.029, Florida Administrative Code.

As part of its filing in this docket, the Florida Power & Light Company (FPL or utility) requested implementation, on a preliminary basis, of its proposed depreciation rates. By Order No. 20646, FPL was authorized on an interim basis to implement rates on the lives and salvages it proposed but as modified by our Staff. Order No. 20646 also provided that the interim rate would be adjusted, if necessary, upon completion of further review of the study.

The Commission Staff has reviewed FPL's study and has recommended certain additional modifications based on booked investments and reserves, rather than on the projected figures used in the preliminary action to the proposed depreciation rate components. Having reviewed the utility's study and having considered the modifications proposed by Staff, we find that FPL's rates should be represetribed consistent with the

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Staff's recommendation. The specific rates and components approved by this order are set forth in Attachment 1 to this Order. The new rates will decrease by about \$173,000 annually those approved by Order No. 20646 and the expenses booked to date during 1989 should be trued-up to conform to the rates approved here.

In consideration of the foregoing, it is

ORDERED by the Florida Public Service Commission that the depreciation rates set forth in Attachment 1 to this Order are hereby approved for Florida Power & Light Company. It is further

ORDERED that this Order shall become final unless a petition for formal proceeding is received by the close of business on September 12, 1989.

By ORDER of the Florida Public Service Commission,
this 22nd day of AUGUST, 1989.



STEVE TRIBBLE, Director
Division of Records and Reporting

(S E A L)

MRC

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all

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requests for an administrative hearing or judicial review will be granted or result in the relief sought.

The action proposed herein is preliminary in nature and will not become effective or final, except as provided by Rule 25-22.029, Florida Administrative Code. Any person whose substantial interests are affected by the action proposed by this order may file a petition for a formal proceeding, as provided by Rule 25-22.029(4), Florida Administrative Code, in the form provided by Rule 25-22.036(7)(a) and (f), Florida Administrative Code. This petition must be received by the Director, Division of Records and Reporting at his office at 101 East Gaines Street, Tallahassee, Florida 32399-0870, by the close of business on September 12, 1989. In the absence of such a petition, this order shall become effective September 13, 1989, as provided by Rule 25-22.029(6), Florida Administrative Code, and as reflected in a subsequent order.

Any objection or protest filed in this docket before the issuance date of this order is considered abandoned unless it satisfies the foregoing conditions and is renewed within the specified protest period.

If this order becomes final and effective on September 13, 1989, any party adversely affected may request judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or by the First District Court of Appeal in the case of a water or sewer utility by filing a notice of appeal with the Director, Division of Records and Reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days of the effective date of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.

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ATTACHMENT 1

FLORIDA POWER AND LIGHT CO.
 ST. LUCIE, TURKEY POINT NUCLEAR FACILITIES
 REVISED DEPRECIATION RATES AS OF 1-1-89

<u>ACCOUNT</u>	<u>REDISTRIBUTED RESERVE</u>	<u>REM. LIFE</u>	<u>NET SALV.</u>	<u>DEPR. RATE</u>
	%	yrs.	%	%
St. Lucie:				
Structures	19.58	24.0	(2)	3.4
React.Plt.Eq.	18.43	29.0	(12)	3.2
Turbogen.	19.01	29.0	(1)	2.8
Access.Plt.Eq.	15.65	31.0	0	2.7
Misc.	11.14	34.0	0	2.6
Turkey Point:				
Structures	27.86	17.8	(2)	4.2
React.Plt.Eq.	27.10	17.3	(13)	5.0
Turbogen.	20.87	18.2	0	4.3
Access.Plt.Eq.	20.64	17.5	(2)	4.6
Misc.	15.67	16.8	(2)	5.1