



**ORIGINAL
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June 22, 1989

Mr. Steve Tribble
Director Of Records and Reporting
Florida Public Service Commission
101 East Gaines Street
Tallahassee, Florida 32301

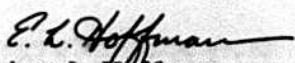
Re: Docket No. 870098-EI Petition for approval of an increase in the accrual of nuclear decommissioning costs by Florida Power & Light Company.

Dear Mr. Tribble:

As requested by Mr. Andrew Maurey, the attached schedules detail the administrative fees paid to our nuclear decommissioning fund trustee, State Street Bank & Trust Company of Boston. In addition, the schedules include the estimated cost of managing the funds internally.

Should you have any questions or need additional information please call.

Sincerely,



Edgar L. Hoffman
Director of Finance and Treasurer

ELH:cs

Attachment

cc: Matthew Childs

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FPSC-BUREAU OF RECORDS

an FPL Group company

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FPSC-RECORDS/REPORTING

Cost Estimate For Internal Management:	1988 Hours (40hr/wk x 52 Weeks)	Hourly Rate	Loading	Estimated Annual Cost
Cost of One Full Time Employee Dedicated to Managing the Nuclear Decommissioning Funds	2,080 x	\$26.78 x	26.39% =	\$70,402
Less The Cost of Internal Administrative Activities That Would Be Performed Even If The Fund Was Externally Managed	981 x	\$26.78 x	26.39% =	\$33,204
Total Estimated Management Cost	1,099 x	\$26.78 x	26.39% =	\$37,198 =====

Administration Fees:	Asset Fees (1)	Transaction Cost For Trades (2)	Wire Transfer Fees (3)	Portfolio Analytics (4)	Plan Accounting (5)	Out-of-Pocket (6)	Total Fees State Street
Qualified Fund	38,918	3,284	45	2,250	4,000	98	48,595
Non-Qualified Fun	20,982	1,296	263	2,250	1,000	179	25,970
Total for Both Funds	59,900	4,580	308	4,500	5,000	277	74,565

(1) Asset Fees: (Portfolio record keeping and administration) An asset fee is charged based on the average net asset value of the assets in each separate, actively managed portfolio (See page 2 for a monthly computation of the asset fees). The following is the maximum fee assessed any portfolio:

First \$ 5 million 1/ 5th of 1%
 Next \$10 million 1/10th of 1%
 Next \$15 million 1/20th of 1%
 Next \$20 million 1/30th of 1%
 Over \$50 million 1/50th of 1%

\$ 6,500 minimum annual portfolio fee.

(2) Transaction Cost For Trades: \$18.00 per DTC and Fed Book Entry transaction and \$25.00 per physical transaction.

(3) Wire Transfer Fees: \$7.50 each

(4) Portfolio Analytics: \$ 2,250 per portfolio.

(5) Plan Accounting: \$ 500.00 per sub-account.

(6) Out-of-Pocket: Overnight Air Express and Telex Charges.

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FPSC-RECORDS/REPORTING

FLORIDA POWER & LIGHT COMPANY
 1988 NUCLEAR DECOMMISSIONING STUDY
 ASSET FEES PAID TO STATE STREET IN 1988

Qualified Fund	January 1988	February 1988	March 1988	April 1988	May 1988	June 1988	July 1988	August 1988	September 1988	October 1988	November 1988	December 1988	Total
Net Asset Value (\$000)	\$58,120	\$58,441	\$73,146	\$76,470	\$75,833	\$76,154	\$76,806	\$76,629	\$77,706	\$78,664	\$78,364	\$78,694	NA
Fees:													
First 5Mm 1/5 Of 1%	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$10,000
Next 10Mm 1/10 Of 1%	833	833	833	833	833	833	833	833	833	833	833	833	10,000
Next 15Mm 1/20 Of 1%	625	625	625	625	625	625	625	625	625	625	625	625	7,500
Next 20Mm 1/30 Of 1%	556	556	556	556	556	556	556	556	556	556	556	556	6,667
Over 50Mm 1/50 Of 1%	135	141	386	441	431	436	447	444	462	478	473	478	4,750
Total Asset Fees	\$2,983	\$2,988	\$3,233	\$3,288	\$3,278	\$3,283	\$3,294	\$3,291	\$3,309	\$3,325	\$3,320	\$3,325	\$38,917
Non-Qualified Fund	January 1988	February 1988	March 1988	April 1988	May 1988	June 1988	July 1988	August 1988	September 1988	October 1988	November 1988	December 1988	Total
Net Asset Value (\$000)	\$19,118	\$20,908	\$11,345	\$12,661	\$14,266	\$15,546	\$16,678	\$17,653	\$18,814	\$20,013	\$20,949	\$22,336	NA
Fees:													
First 5Mm 1/5 Of 1%	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$833	\$10,000
Next 10Mm 1/10 Of 1%	833	833	529	638	772	833	833	833	833	833	833	833	9,439
Next 15Mm 1/20 Of 1%	172	246				23	70	111	159	209	248	306	1,542
Next 20Mm 1/30 Of 1%													
Over 50Mm 1/50 Of 1%													
Total Asset Fees	\$1,838	\$1,913	\$1,362	\$1,472	\$1,605	\$1,689	\$1,737	\$1,777	\$1,826	\$1,876	\$1,915	\$1,972	\$20,982
Total Asset Fees Both Funds	\$4,821	\$4,901	\$4,595	\$4,760	\$4,883	\$4,973	\$5,031	\$5,068	\$5,135	\$5,200	\$5,234	\$5,298	\$59,899