

**Steel Hector & Davis**

Tallahassee, Florida

Matthew M. Childs, P.A.  
(904) 222-4448

November 14, 1994

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

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

Dear Ms. Bayo:

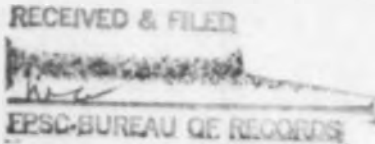
Enclosed for filing please find the original and fifteen (15) copies of Florida Power & Light Company's Petition For Approval of Fuel Cost Recovery, Capacity Cost Recovery, Oil Backout Cost Recovery True-Up and GPIF for Period Ending September 1994 in the above referenced docket.

Also enclosed please find the original and fifteen (15) copies of the Testimony of R. Silva and B. T. Birkett.

Very truly yours,



Matthew M. Childs, P.A.



- ACK
- AFV
- APP
- CAF
- CMH
- CTR
- EAG
- LEG
- LIN
- OPC
- RCH
- SEC
- WAS
- OTH

MMC/jd

Rec: 15 All Parties of Record

Brown

Christof 4

**Birkett**  
DOCUMENT NUMBER-DATE  
11512 NOV 14 8

FPSC-RECORDS/REPORTING

**Silva**  
DOCUMENT NUMBER-DATE  
11511 NOV 14 8

FPSC-RECORDS/REPORTING

**Petition**  
DOCUMENT NUMBER-DATE  
11510 NOV 14 8

FPSC-RECORDS/REPORTING

Tallahassee Office  
215 South Monroe  
Suite 601  
Tallahassee, FL 32301-1804  
(904) 222-2300  
Fax: (904) 222-8410

4000 Southwest Financial Center  
Miami, FL 33131-2388  
(305) 677-2800  
Fax: (305) 308-1418

515 North Flagler Drive  
1200 Northbridge Center 1  
West Palm Beach, FL 33401-4307  
(305) 880-7200  
Fax: (305) 865-1509

440 Royal Palm Way  
Palm Beach, FL 33480  
(305) 650-7200

1200 North Federal Highway  
Suite 405  
Boca Raton, FL 33432  
(305) 394-8000  
Fax: (305) 394-4888

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

DOCKET NO. 940001-EI

FILED: NOVEMBER 14, 1994

PETITION FOR APPROVAL OF FUEL COST RECOVERY,  
CAPACITY COST RECOVERY, OIL BACKOUT COST  
RECOVERY TRUE-UP AND GPIF FOR PERIOD  
ENDING SEPTEMBER 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 \$6,684,993 underrecovery, final Capacity Cost Recovery True-Up Amount of \$2,159,836 overrecovery, final Oil Backout Cost Recovery True-Up amount of \$11,602 overrecovery and GPIF reward of \$3,065,156 for the April 1994 - September 1994 period. In support of this Petition, FPL states as follows:

1. The final \$6,684,993 Fuel Cost underrecovery for the period April 1994 - September 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 1.567 cents/kwh for the period

DOCUMENT NUMBER-DATE

11510 NOV 14 94

FPSC-RECORDS/REPORTING

beginning October 1994 through March 1995. This Fuel Factor was based upon an "estimated/actual" overrecovery including interest for the period April 1994 through September 1994 of \$34,518,662. The actual overrecovery including interest for the period April 1994 through September 1994 is \$27,833,669. The \$27,833,669 overrecovery less the "estimated/actual" overrecovery of \$34,518,662 results in the final underrecovery of \$6,684,993. This final underrecovery of \$6,684,993 is to be included in the calculation of the Fuel Factor for the period beginning April 1995.

3. The final \$2,159,836 Capacity Cost overrecovery for the period April 1994 - September 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 October 1994 through March 1995. These factors were based upon an "estimated/actual" overrecovery including interest for the period April 1994 through September 1994 of \$16,781,361. The actual overrecovery including interest, for the period April 1994 through September 1994 is \$18,941,197. The \$18,941,197 overrecovery less the "estimated/actual" overrecovery of \$16,781,361 which is currently reflected in charges for the period beginning October 1994 results in a final overrecovery of \$2,159,836. The final overrecovery of \$2,159,836 is to be included

in the calculation of the capacity factors for the period beginning April 1995.

5. The "estimated/actual" end of period Oil Backout overrecovery, including interest for the period April 1994 - September 1994, was \$508,252. The \$11,602 difference between this "estimated/actual" end of period overrecovery currently being reflected in customers' bills and the actual \$519,854 end of period overrecovery for the period April 1994 - September 1994 including interest, is to be included in the calculation of the Oil Backout Factor for the period beginning April 1995. 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-94-0390-FOF-EI dated April 4, 1994, this Commission established General Performance Incentive targets for FPL for the six month period ending September 1994. The application of the GPIF formula to FPL's performance during that six month period produces a reward of \$3,065,156. 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 \$6,684,993 fuel cost underrecovery as the true-up amount for the period ending September 1994, and include this amount in the calculation of the Fuel Factor for the period beginning April 1995, approve the net \$2,159,836

capacity cost overrecovery as the true-up amount for the period ending September 1994, and include this amount in the calculation of the capacity factors for the period beginning April 1995, approve the net \$11,602 Oil Backout Cost Recovery as the true-up amount for the period ending September 1994, and include this amount in the calculation of the Oil Backout Factor for the period beginning April 1995, and approve \$3,065,156 as FPL's GPIF reward for the period ending September 1994, and include this amount in the calculation of the Fuel Factor for the period beginning April 1995.

DATED this 14th day of November, 1994.

Respectfully submitted,

STEEL HECTOR & DAVIS  
215 South Monroe Street  
Suite 601  
Tallahassee, Florida 32301-1804  
Attorneys for Florida Power &  
Light Company

By:   
Matthew M. Childs, P.A.

CERTIFICATE OF SERVICE  
DOCKET NO. 940001-EI

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 September 1994 have been furnished by Hand Delivery\*\* or U. S. Mail this 14th day of November, 1994, to the following:

Martha Brown, Esq.\*\*  
Division of Legal Services  
FPSC  
101 East Gaines Street  
Tallahassee, FL 32399

Joseph A. McGlothlin, Esq.  
John W. McWhirter, Jr., Esq.  
Vicki Gordon Kaufman, Esq.  
315 S. Calhoun Street  
Suite 716  
Tallahassee, FL 32301

G. Edison Holland, Esq.  
Jeffrey A. Stone, Esq.  
Beggs and Lane  
P. O. Box 12950  
Pensacola, FL 32576

Floyd R. Self, Esq.  
Messer, Vickers, Caparello,  
Madsen, Lewis, Goldman &  
Metz, P.A.  
P. O. Box 1876  
Tallahassee, FL 32302-1876

Richard A. Zambo, P.A.  
598 S.W. Hidden River Ave.  
Palm City, FL 34990

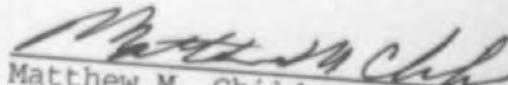
John Roger Howe, Esq.  
Office of Public Counsel  
111 West Madison Street  
Room 812  
Tallahassee, FL 32399

Lee L. Willis, Esq.  
James D. Beasley, Esq.  
Macfarlane Ausley Ferguson  
& McMullen  
P. O. Box 391  
Tallahassee, FL 32302

James A. McGee, Esq.  
Florida Power Corporation  
P. O. Box 14042  
St. Petersburg, FL 33733

Prentice P. Pruitt, Esq.\*\*  
Division of Legal Services  
FPSC  
101 East Gaines Street  
Tallahassee, FL 32399

Matthew A. Kane, Jr., Esq.  
Tropicana Products, Inc.  
P. O. Box 338  
Bradenton, FL 34206

  
Matthew M. Childs, P.A.