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November 19, 1996

Charles A. Guyton
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Blanca S. Bayó, Director
Records and Reporting
Florida Public Service Commission
4075 Esplanade Way, Room 110
Tallahassee, Florida 32399-0850

By Hand Delivery

Re: **Petition for Approval of True-Up
Amount in Docket No. 960002-EG**

Dear Ms. Bayó:

Enclosed for filing on behalf of Florida Power & Light Company in Docket No. 960002-EG are the original and fifteen copies of the following:

1. Florida Power & Light Company's Petition For Approval of True-Up Amount
2. Testimony and Exhibits of Francisco A. Avello

If you or your staff have any questions regarding this transmittal, please contact me at 222-2300.

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Respectfully,

Charles A. Guyton
 Charles A. Guyton
 Attorney for Florida Power &
 Light Company

Enc.
 cc: Counsel for all parties of record
 TAL/17573-1

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Miami 305 577 7000
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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Conservation Cost Recovery)
Clause)

Docket No. 960002-EG
Filed: November 19, 1996

**FLORIDA POWER & LIGHT COMPANY'S
PETITION FOR APPROVAL OF TRUE-UP AMOUNT**

Florida Power & Light Company ("FPL") hereby petitions the Florida Public Service Commission ("Commission") for approval of an underrecovery of \$17,063,264 as FPL's adjusted net true-up amount for the October 1995 through September 1996 Energy Conservation Cost Recovery period. In support of this Petition, FPL states:

1. FPL's adjusted net true-up for October 1995 through September 1996 was calculated consistently with the methodology set forth in Schedule 1, page 2 of 2, attached to Order No. 10093, dated June 19, 1981 and adapted to reflect that there has been no estimated/actual true-up for part of the period. This calculation and the supporting documentation are contained in Exhibit FAA-1, an exhibit attached to the prepared testimony of FPL's witness Francisco A. Avello, which is being filed with this Petition. Exhibit FAA-1 consists of the Conservation Cost Recovery True-Up Reporting Forms which FPL and other utilities were directed to file by the Commission's Electric & Gas Department memorandum dated April 14, 1982, together with explanatory supplements to certain of the forms.

2. In Order No. PSC-93-0709-FOF-EG, the Commission, as part of the transition from six month to twelve month recovery periods, required utilities filing for a true-up to file a final true-up for a twelve month period -- October through September. Meeting that requirement has caused FPL to modify its true-up calculation to reflect the absence of an approved

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estimated/actual true-up for the last six months of the final true-up period. That procedure was followed and approved by the Commission in FPL's true-up filing in 1994.

3. FPL's current Conservation Cost Recovery Factor -- approved by the Commission to be applied to customers' bills during the April 1996 through March 1997 period -- reflected an estimated overrecovery of \$15,281,710 for the October 1995 through March 1996 period. However, the actual net overrecovery for the October 1995 through March 1996 period was only \$12,162,757. The difference between the actual net overrecovery for the October 1995 through March 1996 period of \$12,162,757 and FPL's approved estimated overrecovery of \$15,281,710 results in an adjusted net true-up of an underrecovery of \$3,118,954 for the period October 1995 through March 1996.

4. For the remaining six months (April-September 1996) of the October 1995 through September 1996 final true-up period, FPL does not have an approved estimated/actual true-up. Consequently, FPL has as the final true-up for that part of the period the variance between actual and projected expenses and revenues, an underrecovery of \$13,944,310.

5. FPL's adjusted net true-up for the entire twelve month period October 1995 through September 1996 is an underrecovery of \$17,063,264. That is the sum of the \$3,118,954 underrecovery for the first six months and the \$13,944,310 underrecovery for the last six months of the period. This is the amount which should be collected on jurisdictional sales during the April 1997 through March 1998 period.

WHEREFORE, FPL respectfully requests the Commission to approve the underrecovery

of \$17,063,264 as the adjusted net true-up amount for the October 1995 through September 1996 period which is to be carried over and collected in the April 1997 through March 1998 recovery period.

Respectfully submitted,

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Attorneys for Florida
Power & Light Company

By: Charles A. Guyton
Charles A. Guyton

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of Florida Power & Light Company's (1) Petition for Approval of True-Up Amount, and (2) Testimony and Exhibits of Francisco A. Avello were served by Hand Delivery (when indicated with an *) or mailed this 19th day of November, 1996 to the following:

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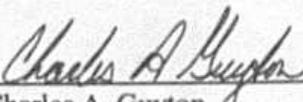
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