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Matthew M. Childs, P.A.

April 1, 1999

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. 990001-EI

Dear Ms. Bayó:

Enclosed for filing please find the original and ten (10) copies of Florida Power & Light Company's Petition For Approval of its Fuel Cost Recovery and Capacity Cost Recovery True-Up for the Period Ending December 1998 and GPIF Results for the Periods Ending September 1998 and December 1998 and the Testimony and Exhibits of R. Silva and K.M. Dubin in the above-referenced docket.

Also enclosed is a formatted double sided high density 3.5 inch diskette containing the Petition of Florida Power & Light Company.

Very truly yours,



Matthew M. Childs, P.A.

MMC/ml

Enclosure

cc: All Parties of Record

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RECORDS AND REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

DOCKET NO. 990001-EI
FILED: APRIL 1, 1999

PETITION FOR APPROVAL OF FUEL COST RECOVERY
AND CAPACITY COST RECOVERY TRUE-UP
FOR THE PERIOD ENDING DECEMBER 1998
AND GPIF RESULTS FOR PERIODS ENDING
SEPTEMBER 1998 AND DECEMBER 1998

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 \$33,531,098 overrecovery and final Capacity Cost Recovery True-Up amount of \$5,204,837 overrecovery for the period April 1998 through December 1998. FPL also petitions for GPIF rewards of \$9,669,694 for the period October 1997 - September 1998 and \$1,697,372 for the period October 1998 - December 1998. In support of this Petition, FPL states as follows:

1. The final \$33,531,098 Fuel Cost overrecovery for the period April 1998 - December 1998 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 K.M. Dubin, which is being filed together with the Petition and incorporated herein.

2. In Order No. PSC-98-412-FOF-EI issued March 30, 1998, the Commission approved a levelized Fuel Cost and Purchased Power Adjustment Factor of 1.972 cents/kwh for the period April 1998 through December 1998. This Fuel Factor was based upon an "estimated/actual" underrecovery including interest for the period April 1998 through December 1998 of \$129,170,389 which was approved in Order No. PSC-98-1715-FOF-EI. The actual underrecovery including interest for the period April 1998 through December 1998 is \$95,639,291. The \$95,639,291 underrecovery less the "estimated/actual" underrecovery of \$129,170,389 results in the final overrecovery of \$33,531,098. This final overrecovery of \$33,531,098 is to be included in the calculation of the Fuel Factor for the period beginning January 2000.

3. The final \$5,204,837 Capacity Cost overrecovery for the period April 1998 - December 1998 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 K.M. Dubin, which is being filed together with the Petition and incorporated herein.

4. In Order No. PSC-98-412-FOF-EI issued March 30, 1998, the Commission approved Capacity Cost Recovery Factors for the period April 1998 through December 1998. These factors were based upon an "estimated/actual" overrecovery including interest for the period April 1998 through December 1998 of \$65,406,291. The actual overrecovery including interest, for the period April 1998 through

December 1998 is \$70,611,128. The \$70,611,128 overrecovery less the "estimated/actual" overrecovery of \$65,406,291 which is currently reflected in charges for the period beginning January 1999 results in a final overrecovery of \$5,204,837. The final overrecovery of \$5,204,837 is to be included in the calculation of the capacity factors for the period beginning January 2000.

5. By Order No. PSC-97-1045-FOF-EI dated September 5, 1997, the Commission established Generating Performance Incentive Targets for FPL for the twelve month period ending September 1998. The application of the GPIF formula to FPL's performance during that twelve month period produces a reward of \$9,669,694. 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.

6. By Order No. PSC-98-1715-FOF-EI dated December 18, 1998, this Commission established Generating Performance Incentive Targets for FPL for the three month period ending December 1998. The application of the GPIF formula to FPL's performance during that three month period produces a reward of \$1,697,372. 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 \$33,531,098 fuel cost

overrecovery as the true-up amount for the period ending December 1998, and include this amount in the calculation of the Fuel factor for the period beginning January 2000, approve the net \$5,204,837 capacity cost overrecovery as the true-up amount for the period ending December 1998 and include this amount in the calculation of the capacity factors for the period beginning January 2000 and approve \$9,669,694 and \$1,697,372 as FPL's GPIF rewards for the periods ending September 1998 and December 1998, respectively and include these amounts in the calculation of the Fuel Factor for the period beginning January 2000.

DATED this 1st day of April, 1999.

Respectfully submitted,

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Attorneys for Florida Power &
Light Company

By: 

Matthew M. Childs, P.A.

CERTIFICATE OF SERVICE
DOCKET NO. 990001-EI

I HEREBY CERTIFY that a true and correct copy of Florida Power & Light Company's Petition for Approval of Fuel Cost Recovery and Capacity Cost Recovery True-Up period ending December 1998 and GPIF Results for periods ending September 1998 and December 1998 and the Testimony of K.M. Dubin and R. Silva has been furnished by Hand Delivery,** or U.S. Mail this 1st day of April, 1999, to the following:

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