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April 19, 2000

Blanca S. Bayó, Director
Division of Records and Reporting
Florida Public Service Commission
4075 Esplanade Way, Room 110
Tallahassee, FL 32399-0850

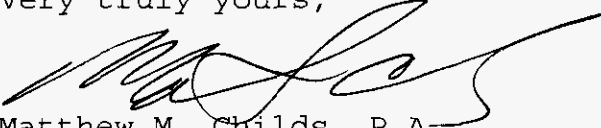
RE: DOCKET NO. 991779-EI

Dear Ms. Bayó:

Enclosed for filing please find the original and fifteen(15) copies of Florida Power & Light Company's Prehearing Statement in the above-referenced docket.

Also enclosed is a formatted high density 3.5 inch diskette containing Florida Power & Light Company's Prehearing Statement.

Very truly yours,



Matthew M. Childs, P.A.

MMC/eg
cc: Parties of Record

- AFA _____
- APP _____
- CAF _____
- CAW _____
- OTR _____
- EAG Harlow
- LEO _____
- MAS _____
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04796 APR 19 8

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

ORIGINAL

IN RE: Review Of The Appropriate) DOCKET NO. 991779-EI
Application Of Incentives To) FILED: APRIL 19, 2000
Wholesale Power Sales By)
Investor-Owned Utilities)
_____)

FLORIDA POWER & LIGHT COMPANY'S
PREHEARING STATEMENT

Pursuant to Order SPC-00-0195-EI, issued January 26, 2000, establishing the prehearing procedure in this docket, Florida Power & Light Company ("FPL") hereby submits its Prehearing Statement.

1. Should the Commission provide for stockholder incentives to encourage non-separated, non-firm, wholesale sales?

FPL: Yes. The Commission already provides for stockholder incentives to encourage non-separated, non-firm wholesale sales pursuant to Order No. 12923, Docket No. 830001-EU-B, dated January 24, 1984.

2. If a stockholder incentive is approved in Issue 1, what types of non-separated, non-firm, wholesale sales should be eligible to receive the stockholder incentive?

FPL: As noted, incentives are already provided for certain sales. These incentives should be expanded. All opportunity sales should be eligible for a shareholder incentive.

3. If a stockholder incentive is approved in Issue 1, how should the incentive be structured.

FPL: As noted, incentives are already provided for certain sales. FPL believes that consideration should be given to increasing the percentage for shareholder incentives. For example, a sliding

scale could be used where the shareholder incentive on the first \$20 million in gains on sales could be shared 80% to retail customers and 20% to shareholders. The next \$20 million could be shared 60% to retail customers and 40% to shareholders, and any gains over \$40 million could be shared 50%/50%. By using a sliding scale, the utility is compensated and the customer benefits by a lower fuel charge.

Dated this 19th day of April, 2000.

Respectfully submitted,

STEEL HECTOR & DAVIS LLP
215 South Monroe Street
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Attorneys for Florida Power
& Light Company

BY: 

Matthew M. Childs, P.A.

CERTIFICATE OF SERVICE
DOCKET NO. 991779-EI

I **HEREBY CERTIFY** that a true and correct copy of Florida Power & Light Company's Prehearing Statement has been furnished by Hand Delivery,** or U.S. Mail this 19th day of April, 2000 to the following:

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