

Matthew M. Childs, P.A.

October 24, 2001

- VIA HAND DELIVERY -

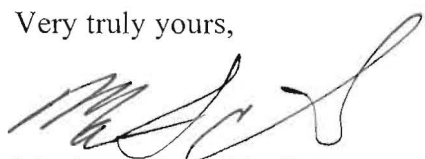
Ms. Blanca S. Bayó, Director  
Division of the Commission Clerk and Administrative Services  
Florida Public Service Commission  
4075 Esplanade Way, Room 110  
Tallahassee, FL 32399

RECEIVED-FPSC  
01 OCT 24 PM 3:42  
COMMISSION  
CLERK

RE: DOCKET NO. 010007-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.

Very truly yours,  
  
Matthew M. Childs, P.A.

MMC/gc

- APP \_\_\_\_\_
  - CAF \_\_\_\_\_
  - CMP \_\_\_\_\_
  - COM 5
  - CTR \_\_\_\_\_
  - ECR \_\_\_\_\_
  - LEG 1
  - OPC \_\_\_\_\_
  - PAI \_\_\_\_\_
  - RGO \_\_\_\_\_
  - SEC 1
  - SER \_\_\_\_\_
  - OTH \_\_\_\_\_
- Enclosures  
cc: All Parties of Record (w/enclosures)  
TAL\_1998/40033-1

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FPSC-BUREAU OF RECORDS

DOCUMENT NUMBER - DATE  
13492 OCT 24 01  
FPSC-COMMISSION CLERK

**BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION**

IN RE: Environmental     )  
Recovery Clause        )  
\_\_\_\_\_                 )

DOCKET NO. 010007-EI  
FILED: OCTOBER 24, 2001

**FLORIDA POWER & LIGHT COMPANY'S  
PREHEARING STATEMENT**

Pursuant to Order No. PSC-01-0658-PCO-EI, issued March 16, 2001 establishing the prehearing procedure in this docket, Florida Power & Light Company, ("FPL") hereby submits its Prehearing Statement.

**A. APPEARANCES**

Matthew M. Childs, P.A.  
Steel Hector & Davis, LLP  
215 S. Monroe Street  
Suite 601  
Tallahassee, FL 32301

**B. WITNESSES**

<u>WITNESS</u>	<u>SUBJECT MATTER</u>	<u>ISSUES</u>
K.M. DUBIN	ECRC Projections and Factors for January through December 2002	3 - 8
K.M. DUBIN	ECRC Estimated/Actual True-up for January through December 2001	2
K.M. DUBIN	ECRC Final True-up for January through December 2000	1

**C. EXHIBITS**

<u>EXHIBITS</u>	<u>WITNESS</u>	<u>DESCRIPTION</u>
(KMD-1)	K.M. DUBIN	Environmental Cost Recovery Final True-up January - December 2000 Commission Forms 42 - 1A through 42 - 8A
(KMD-2)	K.M. DUBIN	Appendix I Environmental Cost Recovery Estimated/Actual Period January through December 2001 Commission Forms 42-1E - 42-8E
(KMD-3)	K.M. DUBIN	Appendix I Environmental Cost Recovery Projections January - December 2002 Commission Forms 42-1P - 42-7P

These exhibits should be identified separately rather than as a composite.

**D. STATEMENT OF BASIC POSITION**

None necessary

**E. STATEMENT OF ISSUES AND POSITIONS**

**ISSUE 1:** What are the appropriate final environmental cost recovery true-up amounts for the period ending December 31, 2000?

**FPL:** \$1,610,244 underrecovery. Pursuant to Commission Order No. PSC-99-0519-AS-EI, this true-up amount is being recorded in a non-recoverable account and is not being included for recovery in the Environmental Cost Recovery Clause. (DUBIN)

**ISSUE 2:** What are the estimated/actual environmental cost recovery true-up amounts for the period January 2001 through December 2001?

**FPL:** \$140,141 overrecovery. Pursuant to Commission Order No. PSC-99-0519-AS-EI, this true-up amount is being recorded in a non-recoverable account and is not

being included for recovery in the Environmental Cost Recovery Clause.  
(DUBIN)

**ISSUE 3:** What are the total environmental cost recovery true-up amounts to be collected or refunded during the period January 2002 through December 2002?

**FPL:** \$0 (DUBIN)

**ISSUE 4:** What are the appropriate projected environmental cost recovery amounts for the period January 2002 through December 2002?

**FPL:** Projected environmental costs for the period January 2002 through December 2002 are \$11,073,337. However, pursuant to Commission Order No. PSC-99-0519-AS-EI, FPL is not requesting recovery of these costs during 2002 and FPL is setting the Environmental Factor for 2002 at zero. FPL has provided monthly estimates of its environmental costs for 2002, and, pursuant to Order No. PSC-99-0519-EI, FPL plans to request to recover in 2003 actual 2002 environmental costs incurred after the expiration of the Stipulation Agreement on April 15, 2002.  
(DUBIN)

**ISSUE 5:** What should be the effective date of the new environmental cost recovery factors for billing purposes?

**FPL:** The new environmental cost recovery factors should become effective with customer bills for January 2002 through December 2002. This will provide 12 months of billing on the environmental cost recovery factors for all customers.  
(DUBIN)

**ISSUE 6:** What depreciation rates should be used to develop the depreciation expense included in the total environmental cost recovery true-up amounts to be collected during the period January 2002 through December 2002?

**FPL:** The depreciation rates used to calculate the depreciation expense should be the rates that are in effect during the period the allowed capital investment is in service as approved by the FPSC. (DUBIN)

**ISSUE 7:** What are the appropriate jurisdictional separation factors for the projected period January 2002 through December 2002?

**FPL:** Energy Jurisdictional Factor 98.96163%; CP Demand Jurisdictional Factor 99.03598%

**ISSUE 8:** What are the appropriate environmental cost recovery factors for the period January 2002 through December 2002 for each rate group?

<b>FPL: Rate Class</b>	<b>Environmental Recovery Factor (\$/KWH)</b>	
RS-1	0.00000	
GS-1	0.00000	
GSD1	0.00000	
OS2	0.00000	
GSLD1/CS1	0.00000	
GSLD2/CS2	0.00000	
GSLD3/CS3	0.00000	
ISST1D	0.00000	
SST1T	0.00000	
SST1D	0.00000	
CILC D/CILC G	0.00000	
CILC T	0.00000	
MET	0.00000	
OL1/SL1	0.00000	
SL2	0.00000	(DUBIN)

#### **WITNESSES AND SUBJECT MATTER**

<b>WITNESS</b>	<b>SPONSOR</b>	<b>SUBJECT MATTER</b>	<b>EXHIBIT TITLES</b>
K. M. DUBIN	FPL	ECRC Projections for January through December 2002	Appendix I, Forms 42-1P through 42-7P
K. M. DUBIN	FPL	ECRC Estimated/ Actual True-up for January through December 2001	Appendix I, Forms 42-1E through 42-8E
K. M. DUBIN	FPL	ECRC Final True-up for January through December 2000	Forms 42-1A through 42-8A

#### **F. STATEMENT OF POLICY ISSUES AND POSITIONS**

**FPL:** None at this time

**G. STIPULATED ISSUES**

FPL: None at this time.

**H. PENDING MOTIONS**

FPL is aware of no outstanding motions at this time.

**I. STATEMENT OF COMPLIANCE WITH ORDER ESTABLISHING PROCEDURE**

There are no requirements of the Order Establishing Procedure with which FPL cannot comply.

Dated this 24<sup>TH</sup> day of October, 2001.

Respectfully submitted,

STEEL, HECTOR & DAVIS, L.L.P  
215 South Monroe Street , Suite 601  
Tallahassee, FL 32301  
Attorneys for Florida Power &  
Light Company

BY:



Matthew M. Childs, P.A.

**CERTIFICATE OF SERVICE  
DOCKET NO. 010007-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 24<sup>th</sup> day of October, 2001, to the following:

Marlene Stern, Esq.\*  
Division of Legal Services  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Gunter Building, Rm 370  
Tallahassee, Florida 32399-0872

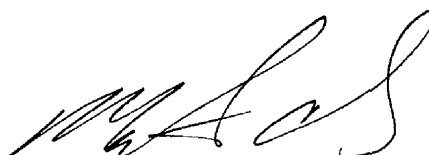
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By:   
MATTHEW M. CHILDS, P.A.