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July 15, 2005

-VIA ELECTRONIC DELIVERY -

Blanca S. Bayó
Director, Commission Clerk and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

Re: Docket No. 050007-EI

Dear Ms. Bayó:

I am enclosing for electronic filing in the above docket Florida Power & Light Company's Preliminary List of New Projects to be Submitted for Cost Recovery.

If there are any questions regarding this transmittal, please contact me at 305-577-2939.

Sincerely,

s/John T. Butler

John T. Butler

Enclosures

cc: Counsel for Parties of Record (w/encl.)

Florida Power & Light Company
Environmental Cost Recovery
Docket No. 050007-EI
July 15, 2005

PRELIMINARY LIST OF NEW PROJECTS TO BE SUBMITTED FOR COST RECOVERY

Project: Hydrobiological Monitoring Program (HBMP)

Law/Regulation Requiring Project: Southwest Florida Water Management District (SWFWMD) – as stated in the Manatee Unit 3 Final Order of Certification.

Date of Law/Regulation: Final Order of Certification issued by the Florida Siting Board on April 11, 2003.

Brief Description of Project: As a condition of certification of Manatee Unit 3, the SWFWMD has proposed that FPL undertake a HBMP which will map and monitor vegetation in the Little Manatee River and collect data on salinity and tides in the river. The HBMP will require regular reports to the SWFWMD on the effects of FPL's withdrawals on the ecology of the river and its estuary.

2005 Preliminary Cost Estimate: \$17,300 of O&M beginning in August

2006 Preliminary Cost Estimate: \$28,000 of O&M

Project: Clean Air Interstate Rule (CAIR) Compliance Project

Law/Regulation Requiring Project: Clean Air Interstate Rule issued by the Environmental Protection Agency (EPA)

Date of Law/Regulation: Final Rule issued on May 12, 2005

Brief Description of Project: The CAIR is a regulation imposing air-emission reduction requirements on electric generating units ("EGUs") for sulfur dioxide (SO₂) in 2010 and oxides of nitrogen (NO_x) in 2009. The rule is designed to reduce the transport of fine particulates (PM_{2.5}) and ozone forming pollutants to downwind non-attainment areas. The rule affects 28 states including the District of Columbia and Florida, and may require several FPL EGUs to install pollution control equipment, fuel switch and/or purchase emissions allowances beginning in 2009. FPL has petitioned the EPA for reconsideration of the rule's applicability to southern Florida and the manner in which the NO_x emission allowances are allocated among states. It has also filed a petition for review of the rule by the United States Court of Appeals for the D.C. Circuit. FPL anticipates that other parties will challenge various aspects of the rule as well. The results of these rule challenges could affect the impact of the rule on FPL's EGUs, but at this time FPL must proceed with engineering and other preliminary steps to comply with the rule as presently written.

2005 Preliminary Estimate: \$148,500 of O&M beginning in August

2006 Preliminary Estimate: \$116,400 of O&M

CERTIFICATE OF SERVICE
Docket No. 050007-EI

I HEREBY CERTIFY that a true and correct copy of Florida Power & Light Company's Preliminary List of New Projects to be Submitted for Cost Recovery has been served electronically this 15th day of July, 2005 to the following:

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By: s/John T. Butler
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