



October 13, 2008

VIA HAND DELIVERY

Ms. Ann Cole, Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

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COMMISSION
CLERK

Re: *Fuel and purchased power cost recovery clause with generating performance incentive factor*; Docket No. 080001-EI

Dear Ms. Cole:

Enclosed for filing in the above referenced docket on behalf of Progress Energy Florida, Inc. ("PEF") are the original and fifteen (15) copies of the following:

- PEF's AMENDED Petition for approval of fuel and purchase power cost recovery factors for the period January 2009 through December 2009; and
- Supplemental testimony of Marcia Olivier with Exhibit No. ___ (MO-3).

Thank you for your assistance with this matter. If you should have any questions, please feel free to contact me at (727) 820-5184.

Sincerely,

John T. Burnett lms
John T. Burnett

COM 5+1
 ECR
 GCL 2
 OPC
 RCP 2
 SSC
 SGA 1
 ADM
 CLK

JTB/lms
Enclosures

cc: Certificate of Service

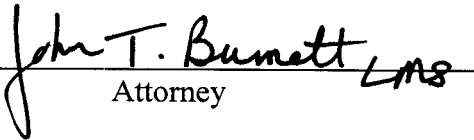
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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished via electronic mail to the following this 13th day of October, 2008.


Attorney

<p>Lisa Bennett, Esq. Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850</p> <p>James D. Beasley, Esq. Lee L. Willis, Esq. Ausley & McMullen Law Firm P.O. Box 391 Tallahassee, FL 32302</p> <p>Joseph A. McGlothlin, Esq. Office of Public Counsel c/o The Florida Legislature 111 West Madison Street, #812 Tallahassee, FL 32399</p> <p>Jeffrey A. Stone, Esq. Russell A. Badders, Esq. Steven R. Griffin Beggs & Lane Law Firm P.O. Box 12950 Pensacola, FL 32591</p> <p>Ms. Paula K. Brown Tampa Electric Company P.O. Box 111 Tampa, FL 33601</p> <p>Ms. Susan D. Ritenour Gulf Power Company One Energy Place Pensacola, FL 32520-0780</p> <p>Natalie F. Smith Florida Power & Light 215 S. Monroe Street, Ste. 810 Tallahassee, FL 32301-1859</p>	<p>Florida Industrial Power Users Group c/o John W. McWhirter, Jr. McWhirter Reeves & Davidson, P.A. P.O. Box 3350 Tampa, FL 33601-3350</p> <p>Norman H. Horton, Jr. Messer, Caparello & Self, P.A. P.O. Box 15579 Tallahassee, FL 32317</p> <p>John T. Butler, Esq. R. Wade Litchfield, Esq. Florida Power & Light Co. 700 Universe Boulevard Juno Beach, FL 33408</p> <p>Robert Scheffel Wright John T. LaVia, III Young van Assenderp, P.A. 225 S. Adams Street, Suite 200 Tallahassee, FL 32301</p> <p>Mehrdad Khojasteh Florida Public Utilities Company P.O. Box 3395 West Palm Beach, FL 33402-3395</p> <p>Mr. James W. Brew, Esq. c/o Brickfield Law Firm 1025 Thomas Jefferson St., NW 8th Floor, West Tower Washington, DC 20007</p> <p>AARP c/o Mike Twomey P.O. Box 5256 Tallahassee, FL 32314-5256</p>
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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Fuel and Purchase Power)
Cost Recovery Clause and Generating)
Performance Incentive Factor)

Docket No. 080001-EI
Filed: October 13, 2008

AMENDED PETITION FOR APPROVAL OF FUEL AND PURCHASE POWER COST RECOVERY FACTORS FOR THE PERIOD JANUARY 2009 THROUGH DECEMBER 2009

Progress Energy Florida, Inc. ("PEF") hereby petitions this Commission for approval of its proposed fuel and capacity cost recovery factors for the period January 2009 through December 2009. PEF is refiling its fuel factors due to significant decreases in fuel commodity prices since the original filings made on August 4, 2008 and August 29, 2008. In support of this Petition, PEF states as follows:

Fuel Cost Recovery Factors

1. PEF's proposed fuel cost recovery factors are presented in the supplemental testimony and exhibit of Marcia Olivier. Schedule E1, Part 2 of Exhibit No. __ (MO-3) shows the calculation of the Company's basic fuel cost factor of 6.616 cents/kWh (before metering voltage adjustments). The basic factor consists of a fuel cost for the projection period of 6.2466 cents/kWh (adjusted for jurisdictional losses) and an estimated prior period under-recovery true-up of 0.35921 cents/kWh. Utilizing this basic factor, Schedule E1-D shows the calculation and supporting data for the Company's final levelized fuel cost factors for service taken at secondary, primary, and transmission metering voltage levels.

2. PEF's total fuel under-recovery to be carried forward and included in the fuel factor for January through December 2009 is \$146,154,866. This consists of the \$129,347,835 under-recovery for 2008 plus the final true-up under-recovery of \$16,807,029 for the period ending December 2007 that was filed on March 3, 2008.

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Capacity Cost Recovery Factors

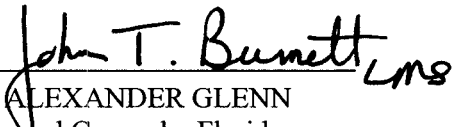
3. PEF's proposed capacity cost recovery (CCR) factors remain the same as shown in Part 3 of Exhibit No. __ (MO-2) to the direct testimony of Marcia Olivier filed August 29, 2008.

Other Issues

4. PEF's calculated GPIF reward of \$2,167,933 for the performance experienced during the period January 1, 2007 through December 31, 2007 and the Company's proposed GPIF targets and ranges for the period January 1, 2009 through December 31, 2009 remain the same as outlined in the direct testimony and exhibits of PEF witness Robert M. Oliver filed August 29, 2008.

WHEREFORE, Progress Energy Florida, Inc., respectfully requests that the Commission approve the Company's amended fuel cost recovery factors for the period January 2009 through December 2009 as set forth in the supplemental testimony and supporting exhibit of Marcia Olivier filed on October 13, 2008.

Respectfully submitted,


R. ALEXANDER GLENN
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JOHN T. BURNETT
Associate General Counsel – Florida
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St. Petersburg, FL 33701

Attorneys for
PROGRESS ENERGY FLORIDA, INC.