



December 17, 2012

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

RECEIVED- FPSC
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COMMISSION
CLERK

**Re: Docket No. 060038-EI
Non-Routine Storm Charge True-Up Adjustment Request**

Dear Ms. Cole:

Pursuant to Section 366.8260, Florida Statutes, Order No. PSC-06-0464-FOF-EI, issued on July 21, 2006 in Docket No. 060038-EI (the "Financing Order"), and The Storm-Recovery Property Servicing Agreement Between FPL Recovery Funding LLC, as Issuer, and Florida Power & Light Company ("FPL"), as Servicer, dated as of May 22, 2007 (the "Servicing Agreement"), FPL as Servicer of the Senior Secured Bonds, Series A ("Bonds"), hereby gives notice of an adjustment to the storm recovery bond repayment charges ("Storm-Recovery Charges") and the storm recovery bond tax charges (the "Tax Charges").

In accordance with Paragraph 80 of the Financing Order, and Section 4.01(c) (A) of the Servicing Agreement, FPL shall file a non-routine true-up at anytime following a base rate change that includes any change in the rate allocation among customers used in determining the storm-recovery charges, such changes to go into effect simultaneously with any changes to FPL's base rates.

As required by Section 4.01(c) (A) of the Servicing Agreement, FPL has revised its tariff sheets filed on November 1, 2012 to reflect the decision made on December 13, 2012 in Docket No. 120015-EI to approve the proposed Stipulation and Settlement, as revised (the "Revised Settlement Agreement"). Paragraph 3 of the Revised Settlement Agreement provides that the new base rates will be based on the cost of service allocations in the MFRs accompanying FPL's 2012 Rate Petition. The Storm-Recovery Charges and Tax Charges in the tariff sheets enclosed with this letter have been revised based on those approved cost of service allocations of base rates by customer class and are to take effect January 2, 2013 when FPL's base rates are re-set. The calculations and supporting data for the revised Storm-Recovery Charges and Tax Charges are appended to Attachment 1.

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FPL is submitting for administrative approval the Eighteenth Revised Sheet No. 8.040, which reflects the revised Storm Bond Repayment Charge and Storm Bond Tax Charge factors. Attachment 2 includes this tariff sheet in clean and legislative formats. Consistent with Commission practice, the administratively approved tariff sheet should be returned to Steve Romig, FPL's Director of Rates & Tariffs, 700 Universe Boulevard, Juno Beach, Florida 33408. Please note that these tariff sheets are to become effective on January 2, 2013, so your prompt review and administrative approval will be appreciated.

If you have any questions regarding this filing, please do not hesitate to contact me at (561) 694-6231. Thank you for your assistance.

Respectfully submitted,



for Kim Ousdahl
Vice President, Controller & Chief Accounting Officer

Attachment

Rate Schedule	Current Storm Charge Filed on November 1, 2012 Effective January 2, 2013			Change in allocation factor (D)	Revised Storm Charge Effective January 2, 2013			Difference (H) = (G) - (C)
	Storm Charges				Storm Charges			
	Bond (A)	Tax (B)	Total (C) = (A) + (B)		Bond (E) = (A)*(100% + (D))	Tax (F) = (B)*(100% + (D))	Total (G) = (E) + (F)	
RS-1, RST-1	0.027	0.012	0.039	0.747%	0.027	0.012	0.039	-
GS-1, GST-1	0.023	0.012	0.035	-1.575%	0.023	0.012	0.035	-
GSD-1, GSDT-1, HLFT (21-499	0.015	0.010	0.025	-1.374%	0.015	0.010	0.025	-
GSLD-1, GSLDT- 1, HLFT (500- 1,999 KW)	0.014	0.010	0.024	-0.592%	0.014	0.010	0.024	-
CS-1, CST-1	0.018	0.010	0.028	NA	Under GSLD1		NA	
GSLD-2, GSLDT- 2, HLFT (2,000 KW)	0.011	0.004	0.015	0.561%	0.011	0.004	0.015	-
CS-2, CST-2	0.021	0.010	0.031	NA	Under GSLD2		NA	
GSLD-3, GSLDT-3	0.002	-	0.002	-10.087%	0.002	-	0.002	-
OS-2	0.096	0.049	0.145	-0.771%	0.095	0.049	0.144	(0.001)
MET	0.017	0.010	0.027	-0.507%	0.017	0.010	0.027	-
CILC-1(G)	0.014	0.010	0.024	-2.511%	0.014	0.010	0.024	-
CILC-1(D)	0.011	0.004	0.015	-3.327%	0.011	0.004	0.015	-
CILC-1(T)	0.002	-	0.002	-8.077%	0.002	-	0.002	-
SL-1, PL-1	0.168	0.083	0.251	-0.619%	0.167	0.082	0.249	(0.002)
OL-1	0.171	0.083	0.254	-0.877%	0.170	0.082	0.252	(0.002)
SL-2, GSCU-1	0.011	0.004	0.015	0.959%	0.011	0.004	0.015	-
SST-1(T), ISST-1(T)	0.002	-	0.002	10.295%	0.002	-	0.002	-
SST-1(D1), SST- 1(D2), SST-1(D3), ISST-1(D)	0.035	0.017	0.052	3.217%	0.036	0.018	0.054	0.002
TOTAL	0.022	0.011	0.033		0.022	0.011	0.033	

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Rate Schedule	Current Allocation Factors Docket 080677-EI	Revised allocation factors Docket 120015-EI (see Table 6)	% Change
CILC-1D	1.543%	1.492%	-3.327%
CILC-1G	0.130%	0.127%	-2.511%
CILC-1T	0.140%	0.128%	-8.077%
GS1	6.214%	6.116%	-1.575%
GSD1	17.055%	16.820%	-1.374%
GSLD1	6.984%	6.942%	-0.592%
GSLD2	1.077%	1.083%	0.561%
GSLD3	0.022%	0.020%	-10.087%
MET	0.071%	0.071%	-0.507%
OL-1	0.851%	0.843%	-0.877%
OS-2	0.061%	0.060%	-0.771%
RS1	62.200%	62.665%	0.747%
SL-1	3.595%	3.573%	-0.619%
SL-2	0.034%	0.034%	0.959%
SST-TST	0.008%	0.009%	10.295%
SST-DST	0.016%	0.017%	3.217%
Total Retail	100.000%	100.000%	

Table 1 - Jurisdictional Separation of Expected Future Storm Costs

Expected Annual Future Storm Costs per S. Harris:

	\$ (millions)	Share	Function
T&D Hurricane Peril	134.7	87.9%	Weighted T&D Plant
Storm Staging Costs	4.9	3.2%	Distribution
Non-T&D Hurricane Peril	13.7	8.9%	Gross Plant excluding T&D
Total	153.3	100.0%	

Source: Docket No. 080677-EI Harris Testimony - Exhibit SPH-1, Page 19 of 38

Allocation of the Storm Charge by Rate Class

Weights Used in Storm Charge:

	\$ millions	weights	source
Unrecovered 2004 Storm Costs	66.7	10.4%	Note
Unrecovered 2005 Storm Costs	438.6	68.3%	Note
Future Storm Costs	136.4	21.3%	Note
Total	641.7	100.0%	

Note: Based on Issuance Advice Letter and Initial True-up Adjustment Letter to the FPSC, dated May 16, 2007, pursuant to Financing Order [PSC-06-0464-FOF-EI].

Table 2 - Calculation of Weighted Plant Factors:**Calculation of Weighted T&D Plant**

	Plant In Service (\$000)	%	Retail (\$000)	Retail %
Transmission Plant	3,911,233	24.827%	3,531,589	22.973%
Distribution Plant	11,842,815	75.173%	11,841,008	77.027%
Total T&D	15,754,048	100.000%	15,372,597	100.000%

Calculation of Gross Plant Excluding T&D

	Plant In Service (\$000)	%	Retail (\$000)	Retail %
Nuclear Plant	4,910,619	32.871%	4,821,934	32.866%
Steam Plant	2,504,841	16.767%	2,459,604	16.764%
Other Production Plant	6,683,742	44.740%	6,563,034	44.733%
General Plant	839,774	5.621%	827,007	5.637%
Total Non-T&D	14,938,976	100.000%	14,671,579	100.000%

Source: based on Jurisdictional Factors used in Docket No. 120015-EI

Table 3 - Jurisdictional Separation of Expected Future Storm Costs

Future Storm Costs by Function:	Total Retail (\$000)	Weights %
Nuclear Plant	4,821,934	2.9%
Steam Plant	2,459,604	1.5%
Other Production Plant	6,563,034	4.0%
Transmission Plant	3,531,589	20.2%
Distribution Plant	11,841,008	70.9%
General Plant	827,007	0.504%
Intangible Plant	380,051	0.0%
Total	30,424,227	100.0%

Weights based on weighted plant factor multiplied by allocation of future Storm cost.

Table 4 Cost of Service Detail

Cost of Service Study Plant Totals by Rate Class

	\$000s	CILC-1D	CILC-1G	CILC-1T	GS1	GSD1	GSLD1	GSLD2	GSLD3	MET	OL-1	OS-2	RS1	SL-1	SL-2	SST-TST	SST-DST
Nuclear Plant	4,821,934	97,269	6,247	42,861	274,626	1,055,980	471,334	88,456	6,863	4,243	827	446	2,762,448	4,318	2,302	204	3,511
Steam Plant	2,459,604	49,615	3,186	21,863	140,083	538,641	240,421	45,120	3,501	2,164	422	227	1,409,088	2,203	1,174	104	1,791
Other Production	6,563,034	132,390	8,502	58,338	373,787	1,437,273	641,523	120,396	9,341	5,775	1,125	607	3,759,911	5,878	3,133	277	4,779
Transmission Plant	3,531,589	71,134	4,568	33,834	200,837	772,250	344,692	64,689	5,987	3,103	604	326	2,020,209	3,158	1,683	149	4,366
Distribution Plant	11,841,008	166,671	12,403	857	696,024	2,050,643	863,060	146,945	113	7,130	80,402	6,083	7,324,658	478,782	5,182	1,861	193
General Plant	827,007	14,141	939	5,152	57,270	154,287	65,351	12,514	804	569	1,509	164	503,891	9,359	584	58	417
Intangible	380,051	6,499	431	2,368	26,318	70,903	30,032	5,751	369	261	693	75	231,563	4,301	268	26	192
Total	30,424,227	537,718	36,277	165,272	1,768,944	6,079,976	2,656,415	483,871	26,977	23,245	85,582	7,928	18,011,768	507,999	14,326	2,679	15,249

Percent Plant by Rate Class

	CILC-1D	CILC-1G	CILC-1T	GS1	GSD1	GSLD1	GSLD2	GSLD3	MET	OL-1	OS-2	RS1	SL-1	SL-2	SST-TST	SST-DST
Nuclear Plant	2.02%	0.13%	0.89%	5.70%	21.90%	9.77%	1.83%	0.14%	0.09%	0.02%	0.01%	57.29%	0.09%	0.05%	0.00%	0.07%
Steam Plant	2.02%	0.13%	0.89%	5.70%	21.90%	9.77%	1.83%	0.14%	0.09%	0.02%	0.01%	57.29%	0.09%	0.05%	0.00%	0.07%
Other Production	2.02%	0.13%	0.89%	5.70%	21.90%	9.77%	1.83%	0.14%	0.09%	0.02%	0.01%	57.29%	0.09%	0.05%	0.00%	0.07%
Transmission Plant	2.01%	0.13%	0.96%	5.69%	21.87%	9.76%	1.83%	0.17%	0.09%	0.02%	0.01%	57.20%	0.09%	0.05%	0.00%	0.12%
Distribution Plant	1.41%	0.10%	0.01%	5.88%	17.32%	7.29%	1.24%	0.00%	0.06%	0.68%	0.05%	61.86%	4.04%	0.04%	0.02%	0.00%
General Plant	1.71%	0.11%	0.62%	6.92%	18.66%	7.90%	1.51%	0.10%	0.07%	0.18%	0.02%	60.93%	1.13%	0.07%	0.01%	0.05%
Intangible	1.71%	0.11%	0.62%	6.92%	18.66%	7.90%	1.51%	0.10%	0.07%	0.18%	0.02%	60.93%	1.13%	0.07%	0.01%	0.05%

Note: As approved in Docket No. 120015-EI.

Table 5 - Allocation Factors by Rate Class

	weight	CILC-1D	CILC-1G	CILC-1T	GS1	GSD1	GSLD1	GSLD2	GSLD3	MET	OL-1	OS-2	RS1	SL-1	SL-2	SST-TST	SST-DST
Nuclear Plant	2.9%	0.059%	0.004%	0.026%	0.167%	0.643%	0.287%	0.054%	0.004%	0.003%	0.001%	0.000%	1.683%	0.003%	0.001%	0.000%	0.002%
Steam Plant	1.5%	0.030%	0.002%	0.013%	0.085%	0.328%	0.146%	0.027%	0.002%	0.001%	0.000%	0.000%	0.858%	0.001%	0.001%	0.000%	0.001%
Other Production	4.0%	0.081%	0.005%	0.036%	0.228%	0.875%	0.391%	0.073%	0.006%	0.004%	0.001%	0.000%	2.290%	0.004%	0.002%	0.000%	0.003%
Transmission Plant	20.2%	0.407%	0.026%	0.193%	1.148%	4.414%	1.970%	0.370%	0.034%	0.018%	0.003%	0.002%	11.547%	0.018%	0.010%	0.001%	0.025%
Distribution Plant	70.9%	0.998%	0.074%	0.005%	4.166%	12.275%	5.166%	0.880%	0.001%	0.043%	0.481%	0.036%	43.844%	2.866%	0.031%	0.011%	0.001%
General Plant	0.5%	0.009%	0.001%	0.003%	0.035%	0.094%	0.040%	0.008%	0.000%	0.000%	0.001%	0.000%	0.307%	0.006%	0.000%	0.000%	0.000%
Intangible	0.0%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
Total	100.000%	1.583%	0.112%	0.277%	5.829%	18.629%	8.000%	1.412%	0.047%	0.068%	0.487%	0.039%	60.529%	2.897%	0.045%	0.012%	0.033%

Allocation factors based on weight multiplied by percent allocation of plant share by rate class as per COS (Table 4) approved in Docket No. 120015-EI.

Table 6 - Revised Storm Charge Allocation Factor by Rate Class

	2004 Storm Costs			2005 Storm Costs			Future Storm Costs			Revised Storm Charge Allocation Factor
	factor	weight	wgt factor	factor	weight	wgt factor	factor	weight	wgt factor	
CILC-1D	1.510%	10%	0.157%	1.460%	68%	0.998%	1.583%	21%	0.336%	1.492%
CILC-1G	0.134%	10%	0.014%	0.131%	68%	0.089%	0.112%	21%	0.024%	0.127%
CILC-1T	0.118%	10%	0.012%	0.084%	68%	0.057%	0.277%	21%	0.059%	0.128%
CS-1							Included in GSLD1			
CS-2							Included in GSLD2			
GS1	6.129%	10%	0.637%	6.203%	68%	4.240%	5.829%	21%	1.239%	6.116%
GSD1	16.598%	10%	1.725%	16.292%	68%	11.135%	18.629%	21%	3.960%	16.820%
GSLD1	6.818%	10%	0.709%	6.632%	68%	4.533%	8.000%	21%	1.701%	6.942%
GSLD2	1.021%	10%	0.106%	0.991%	68%	0.677%	1.412%	21%	0.300%	1.083%
GSLD3	0.017%	10%	0.002%	0.011%	68%	0.008%	0.047%	21%	0.010%	0.020%
MET	0.073%	10%	0.008%	0.071%	68%	0.048%	0.068%	21%	0.014%	0.071%
OL-1	0.918%	10%	0.095%	0.942%	68%	0.644%	0.487%	21%	0.104%	0.843%
OS-2	0.065%	10%	0.007%	0.066%	68%	0.045%	0.039%	21%	0.008%	0.060%
RS1	62.870%	10%	6.535%	63.297%	68%	43.264%	60.529%	21%	12.866%	62.665%
SL-1	3.673%	10%	0.382%	3.767%	68%	2.575%	2.897%	21%	0.616%	3.573%
SL-2	0.032%	10%	0.003%	0.031%	68%	0.021%	0.045%	21%	0.010%	0.034%
SST-TST	0.012%	10%	0.001%	0.008%	68%	0.005%	0.012%	21%	0.003%	0.009%
SST-DST	0.012%	10%	0.001%	0.013%	68%	0.009%	0.033%	21%	0.007%	0.017%
Total Retail	100.000%			100.000%			100.000%			100.000%

Note: Allocation factors for each rate class developed in accordance with the formula and methodology as outlined in Docket No. 060038-EI and approved by the FPSC in Order No. PSC-06-0464-FOF-EI.

Attachment 2

STORM CHARGE

The following charges are applied to the Monthly Rate of each rate schedule as indicated and are calculated in accordance with the formula approved by the Public Service Commission.

<u>Cents/kWh</u>			
<u>Rate Schedule</u>	<u>STORM BOND REPAYMENT CHARGE</u>	<u>STORM BOND TAX CHARGE</u>	<u>TOTAL STORM CHARGE</u>
RS-1, RST-1, RSDPR-1	0.027	0.012	0.039
GS-1, GST-1, WIES-1	0.023	0.012	0.035
GSD-1, GSDT-1, HLFT-1, SDTR (21-499 KW)	0.015	0.010	0.025
GSLD-1, GSLDT-1, CS-1, CST-1, HLFT-2, SDTR (500- 1,999 KW)	0.014	0.010	0.024
GSLD-2, GSLDT-2, CS-2, CST-2, HLFT-3, SDTR (2000+ KW)	0.011	0.004	0.015
GSLD-3, GSLDT-3, CS-3, CST-3	0.002	0.000	0.002
OS-2	0.095	0.049	0.144
MET	0.017	0.010	0.027
CILC-1(G)	0.014	0.010	0.024
CILC-1(D)	0.011	0.004	0.015
CILC-1(T)	0.002	0.000	0.002
SL-1, PL-1	0.167	0.082	0.249
OL-1	0.170	0.082	0.252
SL-2, GSCU-1	0.011	0.004	0.015
SST-1(T), ISST-1(T)	0.002	0.000	0.002
SST-1(D1), SST-1(D2) SST-1(D3), ISST-1(D)	0.036	0.018	0.054

(Continued on Sheet No. 8.041)

STORM CHARGE

The following charges are applied to the Monthly Rate of each rate schedule as indicated and are calculated in accordance with the formula approved by the Public Service Commission.

<u>Cents/kWh</u>			
<u>Rate Schedule</u>	<u>STORM BOND REPAYMENT CHARGE</u>	<u>STORM BOND TAX CHARGE</u>	<u>TOTAL STORM CHARGE</u>
RS-1, RST-1, RSDPR-1	0.027	0.012	0.039
GS-1, GST-1, WIES-1	0.023	0.012	0.035
GSD-1, GSDT-1, HLFT-1, SDTR (21-499 KW)	0.015	0.010	0.025
GSLD-1, GSLDT-1, <u>CS-1</u> , <u>CST-1</u> , HLFT-2, SDTR (500- 1,999 KW)	0.014	0.010	0.024
CS-1, CST-1	0.018	0.010	0.028
GSLD-2, GSLDT-2, <u>CS-2</u> , <u>CST-2</u> , HLFT-3, SDTR (2000+ KW)	0.011	0.004	0.015
CS-2, CST-2	0.021	0.010	0.031
GSLD-3, GSLDT-3, CS-3, CST-3	0.002	0.000	0.002
OS-2	0.0965	0.049	0.1454
MET	0.017	0.010	0.027
CILC-1(G)	0.014	0.010	0.024
CILC-1(D)	0.011	0.004	0.015
CILC-1(T)	0.002	0.000	0.002
SL-1, PL-1	0.1687	0.0832	0.25149
OL-1	0.1740	0.0832	0.2542
SL-2, GSCU-1	0.011	0.004	0.015
SST-1(T), ISST-1(T)	0.002	0.000	0.002
SST-1(D1), SST-1(D2) SST-1(D3), ISST-1(D)	0.0356	0.0178	0.0524

(Continued on Sheet No. 8.041)