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May 20, 1996

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. 960001-EI

Dear Ms. Bayó:

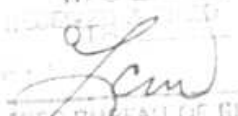
Enclosed for filing please find the original and fifteen (15) copies of Florida Power & Light Company's Petition For Approval of Fuel Cost Recovery Factors and Capacity Cost Recovery Factors, True-Up and GPIF Targets in the above-referenced docket.

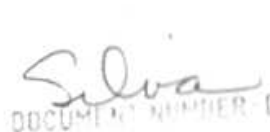
Also enclosed please find the original and fifteen (15) copies of the Testimony of R. Silva and B.T. Birkett.


Very truly yours,


Matthew M. Childs, P.A.

ACK _____
AFA
APP _____
CAF _____
CMU MMC/ml
CTR _____
EAG Enclosure
LEG 1cc: All Parties of Record
LIN 3
OPC _____
RCH _____
SEC 1
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FPSC-BUREAU OF RECORDS/REPORTING
DOCUMENT NUMBER-DATE
05572 MAY 20 1996
Miami 305 577 7000
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05571 MAY 20 1996
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05570 MAY 20 1996
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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Investigation of Fuel) DOCKET NO. 960001-EI
Cost Recovery Clauses of Electric)
Utilities) FILED: MAY 20, 1996

PETITION FOR APPROVAL OF FUEL COST RECOVERY
AND CAPACITY COST RECOVERY, TRUE-UP AND
GPIF FOR PERIOD ENDING MARCH 1996

Florida Power & Light Company ("FPL") hereby Petitions this Commission for approval of FPL's final Fuel and Purchased Power Cost Recovery Factor ("Fuel Factor") true-up amount of \$17,157,052 underrecovery, final Capacity Cost Recovery True-Up Amount of \$28,927,083 overrecovery and GPIF reward of \$1,980,538 for the October 1995 - March 1996 period. In support of this Petition, FPL states as follows:

1. The final \$17,157,052 Fuel Cost underrecovery for the period October 1995 - March 1996 was calculated in accordance with the methodology set forth in Schedule 1, page 2 of 2, attached to Order 10093 dated June 19, 1981. This calculation and the supporting documentation are contained in the prepared testimony of FPL witness B. T. Birkett, which is being filed together with the Petition and incorporated herein.

2. The Commission approved a levelized Fuel Cost and Purchased Power Adjustment Factor of 2.071 cents/kwh for the period beginning April 1996 through September 1996. This Fuel Factor was based upon an "estimated/actual" underrecovery including interest for the period October 1995 through March 1996 of \$64,536,189 PER THE

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actual underrecovery including interest for the period October 1995 through March 1996 is \$81,698,246. The \$81,698,246 underrecovery less the "estimated/actual" underrecovery of \$64,536,189, adjusted by \$5,005 to reflect Oil Backout Revenues from back billings results in the final underrecovery of \$17,157,052. This final underrecovery of \$17,157,052 is to be included in the calculation of the Fuel Factor for the period beginning October 1996.

3. The final \$28,927,083 Capacity Cost overrecovery for the period October 1995 - March 1996 was calculated in accordance with the methodology set forth in Order No. 25773 dated February 24, 1992. This calculation and the supporting documentation are contained in the prepared testimony of FPL witness B. T. Birkett, which is being filed together with the Petition and incorporated herein.

4. The Commission approved Capacity Cost Recovery Factors for the period April 1996 through September 1996. These factors were based upon an "estimated/actual" overrecovery including interest for the period October 1995 through March 1996 of \$38,959,291. The actual overrecovery including interest, for the period October 1995 through March 1996 is \$67,886,374. The \$67,886,374 overrecovery less the "estimated/actual" overrecovery of \$38,959,291 which is currently reflected in charges for the period beginning April 1996 results in a final overrecovery of \$28,927,083. The final overrecovery of \$28,927,083 is to be included in the calculation of the capacity factors for the period beginning October 1996.

5. By Order No. PSC-95-1089-POF-EI dated September 5, 1995, this Commission established General Performance Incentive targets for FPL for the six month period ending March 1996. The application of the GPIF formula to FPL's performance during that six month period produces a reward of \$1,980,538. Matters relating to the GPIF are contained in the prepared testimony of FPL witness R. Silva which is being filed with and incorporated in this Petition.

WHEREFORE, Florida Power & Light Company respectfully requests the Commission to approve the net \$17,157,052 fuel cost underrecovery as the true-up amount for the period ending March 1996, and include this amount in the calculation of the Fuel Factor for the period beginning October 1996, approve the net \$28,927,083 capacity cost overrecovery as the true-up amount for the period ending March 1996, and include this amount in the calculation of the capacity factors for the period beginning October 1996, and approve \$1,980,538 as FPL's GPIF reward for the period ending March 1996, and include this amount in the calculation of the Fuel Factor for the period beginning October 1996.

DATED this 20th day of May, 1996.

Respectfully submitted,

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Attorneys for Florida Power &
Light Company

By: 
Matthew M. Childs, P.A.

CERTIFICATE OF SERVICE
DOCKET NO. 960001-EI

I HEREBY CERTIFY that a true and correct copy of Florida Power & Light Company's Petition for Approval of Fuel Cost Recovery and Capacity Cost Recovery, True-Up and GPIF for the Period Ending March 1996 and Testimony of B.T. Birkett have been furnished by Hand Delivery,** or U.S. Mail this 20th day of May, 1996, to the following:

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