

ORIGINAL



August 3, 2007

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

Re: *Fuel and purchased power cost recovery clause and Generating Performance Incentive Factor; Docket No. 070001-EI*

Dear Ms. Cole:

Please find enclosed on behalf of Progress Energy Florida, Inc. ("PEF") the original and fifteen (15) copies of the Direct Testimony and Exhibit (LC-1R) of Lori Cross regarding the Estimated/Actual True-up for the period January 2007 through December 2007.

Please acknowledge receipt of the above by stamping the duplicate copy of this letter and returning to the undersigned. Thank you for your assistance in this matter.

Respectfully,

John T. Burnett lms
John T. Burnett

JTB/lms
Attachments

cc: Parties of Record

- CMP _____
- COM 5
- CTR _____
- ECR** _____
- GCL 2
- OPC _____
- RCA 1
- SCR _____
- SGA _____
- SEC _____
- OTH _____

DOCUMENT NUMBER-DATE

06684 AUG-3 5

FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

ORIGINAL

In Re: Fuel and purchased power cost)
recovery clause and Generating)
Performance Incentive Factor.)

Docket No. 070001-EI
Filed: August 3, 2007

**PETITION FOR APPROVAL OF FUEL COST RECOVERY AND CAPACITY COST
RECOVERY ESTIMATED/ACTUAL TRUE-UP FOR THE PERIOD
JANUARY 2007 THROUGH DECEMBER 2007**

Progress Energy Florida, Inc. ("PEF") hereby petitions the Commission for approval of its estimated/actual Fuel and Purchased Power Cost Recovery True-up of \$140,511,931 over-recovery, and approval of its estimated/actual Capacity Cost Recovery true-up of \$11,417,892 under-recovery for the period January 2007 through December 2007. In support of this petition, PEF states the following:

1. By Order No. PSC-99-2512-FOF-EI, dated December 22, 1999, utilities are directed to file current year estimated true-up data at least 90 days prior to each annual Fuel and Capacity Cost Recovery hearing. The hearing in this docket is scheduled for November 6, 2007.

2. The estimated/actual over-recovery of \$140,511,931 in the fuel cost recovery for the period January 2007 through December 2007 was calculated in accordance with the methodology set forth in Schedule 1, attached to Order 10093, dated June 19, 1981. It is based on actual data for the period January through June 2007 and re-estimated data for the period July through December 2007. The supporting documentation is contained in the prepared direct testimony and exhibit of PEF witness Lori Cross which is being filed together with this Petition.

3. PEF's total fuel over-recovery to be carried forward and included in the fuel factor for January through December 2008 is \$169,376,547. This consists of the \$140,511,931 over-recovery for 2007 plus the final true-up over-recovery of \$28,864,616 for the period ending December 2006 that was filed on March 1, 2007.

DOCUMENT NUMBER-DATE
06684 AUG-30

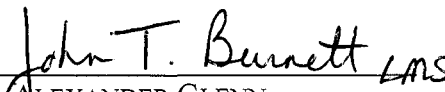
COMMISSION CLERK

4. The estimated/actual \$11,417,892 capacity under-recovery for the period January through December 2007 was calculated in accordance with the methodology set forth in Order No. 25773 dated February 24, 1992. It is based on actual data for the period January through June 2007 and re-estimated data for the period July through December 2007. The supporting documentation is contained in the prepared direct testimony and exhibit of PEF witness Lori Cross.

5. PEF's total capacity under-recovery is \$14,799,865. This consists of the \$11,417,892 estimated/actual under-recovery for 2007 plus the final true-up under-recovery of \$3,381,972 for the period ending December 2006 that was filed on March 1, 2007. This total capacity under-recovery of \$14,799,865 is to be carried forward and included in the capacity cost recovery factors for January through December 2008.

WHEREFORE, Progress Energy Florida, Inc. respectfully requests the Commission to approve the \$140,511,931 over-recovery as the estimated/actual fuel cost recovery true-up amount for the period January through December 2007 and to approve the \$11,417,892 under-recovery as the estimated/actual capacity cost recovery true-up amount for the period January through December 2007.

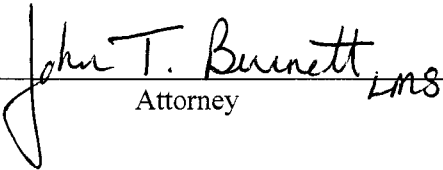
Respectfully,


R. ALEXANDER GLENN
Deputy General Counsel-Florida
JOHN T. BURNETT
Associate General Counsel
Progress Energy Service Company, LLC
Post Office Box 14042
St. Petersburg, Florida 33733-4042
Phone (727) 820-5587 / Fax: (727) 820-5249

Attorneys for
PROGRESS ENERGY FLORIDA, INC.

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished via regular U.S. mail to the following this 3rd day of August, 2007.



Attorney

<p>Lisa Bennett, Esq. Office of General Counsel Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850</p>	<p>Florida Industrial Power Users Group c/o John McWhirter, Jr. McWhirter Reeves Law Firm 400 N. Tampa Street, Ste. 2450 Tampa, FL 33602</p>
<p>James D. Beasley, Esq. Lee L. Willis, Esq. Ausley & McMullen Law Firm P.O. Box 391 Tallahassee, FL 32302</p>	<p>Norman H. Horton, Jr. Messer, Caparello & Self, P.A. P.O. Box 15579 Tallahassee, FL 32317</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>John T. Butler, Esq. Florida Power & Light Co. 9250 W. Flagler Street Miami, FL 33102</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>Robert Scheffel Wright John T. LaVia, III Young van Assenderp, P.A. 225 S. Adams Street, Suite 200 Tallahassee, FL 32301</p>
<p>Ms. Paula K. Brown Tampa Electric Company P.O. Box 111 Tampa, FL 33601</p>	<p>R. Wade Litchfield, Esq. Florida Power & Light 700 Universe Boulevard Juno Beach, FL 33408-0420</p>
<p>Ms. Susan D. Ritenour Gulf Power Company One Energy Place Pensacola, FL 32520-0780</p>	<p>Ms. Cheryl Martin Florida Public Utilities Company P.O. Box 3395 West Palm Beach, FL 33402-3395</p>
<p>Mr. Bill Walker Florida Power & Light 215 S. Monroe Street, Ste. 810 Tallahassee, FL 32301-1859</p>	<p>Karen S. White, Lt. Col., USAF Damund E. Williams, Capt., USAF AFLSA/JACL-ULT 139 Barnes Drive, Suite 1 Tyndall Air Force Base, FL 32403-5319</p>

AARP
c/o Mike Twomey
P.O. Box 5256
Tallahassee, FL 32314-5256

Mr. James W. Brew, Esq.
c/o Brickfield Law Firm
1025 Thomas Jefferson St., NW
8th Floor, West Tower
Washington, DC 20007