Hopping Green & Sams

Attorneys and Counselors

August 4, 2008

BY HAND-DELIVERY

Ann Cole Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399

> Docket No. 080007-EI Re:

Dear Ms. Cole:

On behalf of Progress Energy Florida, Inc. (PEF), I enclose for filing in the above docket the original and fifteen (15) copies of the following:

- PEF's Petition for Approval of 2008 Environmental Cost Recovery Estimated/Actual True-up and Greenhouse Gas Inventory & Reporting Program;
- Pre-filed Direct Testimony of Lori Cross and Exhibit Nos. (LC-1) and (LC-2);
- Pre-filed Direct Testimony of Patricia Q. West;
- Pre-filed Direct Testimony of Don Ennis;
- Pre-filed Direct Testimony of Joseph McCallister;

•	Pre-filed Direct Testimony	of Dale Wilt	erdink and I	Exhibit No ((DW-1); and

PEF's Second Request for Confidential Classification for a portion of Mr. McCallister's pre-filed testimony, along with a package labeled Exhibit "A" containing two redacted copies of Mr. McCallister's testimony and a separate CONFIDENTIAL envelope labeled Exhibit "B" containing one unredacted copy of Mr. McCallister's testimony with the confidential information highlighted in yellow.

By copy of this letter, the enclosed documents have been furnished to the parties on the

attached certificate of service.

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Ms. Ann Cole August 4, 2008 Page 2

Please acknowledge receipt and filing of the above by stamping the duplicate copy of this letter and returning it to me. If you have any questions regarding this filing, please call me at 222-7500.

Very truly yours,

HOPPING GREEN & SAMS, P.A.

Gary V. Perk

Attorneys for Progress Energy Florida, Inc.

Enclosures

cc: Certificate of Service

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished to all counsel of record and interested parties as listed below by hand-delivery (*) or regular U.S. mail this 4th day of August, 2008.

Martha Carter Brown (*)
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Agtorne

BEFORE THE PUBLIC SERVICE COMMISSION

In re: Environmental Cost Recovery Clause

Docket No. 080007-EI

Dated: August 4, 2008

TO THE LANGEST PROGRESS ENERGY FLORIDA'S PETITION FOR APPROVAL OF 20 ENVIRONMENTAL COST RECOVERY ESTIMATED/ACTUAL TRUE-U AND GREENHOUSE GAS INVENTORY & REPORTING PROGRAM

Progress Energy Florida, Inc. ("the Company"), hereby petitions for approval of its environmental cost recovery clause ("ECRC") estimated/actual true-up for the period January 2008 to December 2008 and for approval of recovery of prudently incurred costs for its new Greenhouse Gas Inventory and Reporting Program. In support of this Petition, PEF states:

ESTIMATED/ACTUAL TRUE-UP

1. As discussed in the pre-filed testimony of Lori Cross filed contemporaneously with this Petition, PEF's total estimated/actual true-up for this period is an under-recovery, including interest, of \$9,872,429. This amount will be added to the final true-up over-recovery of \$5,562,717 for 2007 discussed in the testimony of Will Garrett filed on April 2, 2008, resulting in a net under-recovery of \$4,309,712. Documentation supporting the estimated/actual and net true-up under-recovery is contained in Commission Schedules 42-1E through 42-8E, which are provided as Exhibit No. __ (LC-1) to Ms. Cross' pre-filed testimony. Additional cost information for specific ECRC programs are presented in the pre-filed testimony of Donald R. Ennis, Patricia Q. West, Dale Wilterdink, and Joseph McCallister which also are being filed contemporaneously with this Petition.

DOCUMENT NUMBER-DATE

16814 AUG-48

FPSC-COMMISSION CLERK

2. The ECRC estimated/actual true-up presented in Ms. Cross' testimony and exhibits are consistent with the provisions of Section 366.8255, Florida Statutes, and with prior rulings by the Commission.

GREENHOUSE GAS INVENTORY & REPORTING PROGRAM

3. Pursuant to the Florida Climate Protection Act enacted by the 2008 Florida
Legislature in Chapter 2008-277, Florida Laws, the Company is implementing a new Greenhouse
Gas Inventory and Reporting Program. As discussed in the pre-filed testimony of Patricia Q.
West, the new legislation specifically provides that prudently incurred costs for such activities
are recoverable through the ECRC. Furthermore, the new project satisfies the requirements
previously established by the Commission for approval of ECRC recovery insofar as:
expenditures for the new program are being prudently incurred after April 13, 1993; the activities
are legally required to comply with a governmentally imposed environmental law which was
created, or whose effect was triggered, after the minimum filing requirements (MFRs) were
submitted in the Company's last rate case (Docket No. 050078-EI); and none of the costs of the
new program are being recovered through base rates or any other cost recovery mechanism.

WHEREFORE, Progress Energy Florida, Inc., respectfully requests that the Commission: approve the Company's ECRC estimated/actual true-up for the period January 2008 through December 2008 as set forth in the testimony and supporting exhibits of Ms. Cross; and approve recovery through the ECRC of prudently incurred costs for the Company's new Greenhouse Gas Inventory and Reporting Program.

RESPECTFULLY SUBMITTED this 4th day of August, 2008.

R. Alexander Glenn General Counsel - Florida John T. Burnett Associate General Counsel PROGRESS ENERGY SERVICE COMPANY, LLC Post Office Box 14042 St. Petersburg, FL 33733-4042 HOPPING GREEN & SAMS, P.A.

By:

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