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Matthew M Childs, P.A.

May 27, 1998

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. 980001-EI

Dear Ms. Bayó:

Enclosed for filing please find the original and ten (10) copies of Florida Power & Light Company's Petition For Approval of its Fuel Cost Recovery True-Up for the Period Ending March 1998 and GPIF for the Period Ending September 1997 in the above-referenced docket.

Also enclosed please find the original and ten (10) copies of the Testimony and Exhibits of R. Silva and K.M. Dubin.

Very truly yours,

Matthew M. Childs
Matthew M. Childs, P.A.

DOCUMENT NUMBER-DATE
05770 MAY 27 98

REC-RECORDS/REPORTING

REC-RECORDS/REPORTING

- ACK *Handwritten initials*
- AFA MMC/ml
- APP Enclosure
- CAF cc: All Parties of Record
- CMU
- CTR
- EAG RECEIVED & FILED
- LEG *1* *Monroe R.*
- LIN *31* *FILED* BUREAU OF RECORDS
- GPC
- RCH
- SEC *1*
- WAS Miami
305 577 7000
305 577 7001 Fax
- WH West Palm Beach
561 650 7200
561 655 1509 Fax

Petition
DOCUMENT NUMBER-DATE
05768 MAY 27 98

Dubin
DOCUMENT NUMBER-DATE
05769 MAY 27 98
REC-RECORDS/REPORTING

Key West 305 292 2000
Cape Coral 305 951 4105
305 292 2000
305 951 4106 Fax

REC-RECORDS/REPORTING

ORIGINAL

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Investigation of Fuel) DOCKET NO. 980001-EI
Cost Recovery Clauses of Electric)
Utilities) FILED: MAY 27, 1998

**PETITION FOR APPROVAL OF FUEL COST RECOVERY
TRUE-UP FOR THE PERIOD ENDING MARCH 1998
AND GPIF FOR PERIOD ENDING SEPTEMBER 1997**

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 \$13,491,202 overrecovery for the October 1997 - March 1998 period and Generating Performance Incentive Factor ("GPIF") reward of \$8,590,204 for the period October 1996 - September 1997. The GPIF was placed on an annual cycle by Order No. PSC-96-1172-FOF-EI dated September 19, 1996. Consequently, the most recent completed twelve month period for the GPIF ended September 1997. In support of this Petition, FPL states as follows:

1. The final \$13,491,202 Fuel Cost overrecovery for the period October 1997 - March 1998 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 K.M. Dubin, which is being filed together with the Petition and incorporated herein.

DOCUMENT NUMBER-DATE

05768 MAY 27 88

FPSC-RECORDS/REPORTING

2. The Commission approved a levelized Fuel Cost and Purchased Power Adjustment Factor of 1.972 cents/kwh for the period April 1998 through September 1998. This Fuel Factor was based upon an "estimated/actual" underrecovery including interest for the period October 1997 through March 1998 of \$64,381,785. The actual underrecovery including interest for the period October 1997 through March 1998 is \$57,636,177. The \$57,636,177 underrecovery less the "estimated/actual" underrecovery of \$71,127,379, results in the final overrecovery of \$13,491,202. This final overrecovery of \$13,491,202 is to be included in the calculation of the Fuel Factor for the period beginning January 1999.

3. By Order No. PSC-96-1172-FOF-EI dated September 19, 1996, the Commission established Generating Performance Incentive Targets for FPL for the twelve month period ending September 1997. The application of the GPIF formula to FPL's performance during that twelve month period produces a reward of \$8,590,204. 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.

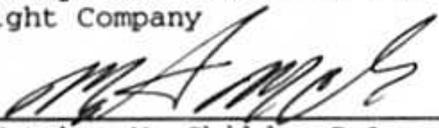
WHEREFORE, Florida Power & Light Company respectfully requests the Commission to approve the net \$13,491,202 fuel cost overrecovery as the true-up amount for the period ending March 1998, and approve \$8,590,204 as FPL's GPIF reward for the period ending September 1997 and include this amount in the calculation of

the Fuel Factor for the period beginning January 1999.

DATED this 27th day of May, 1998.

Respectfully submitted,

STEEL HECTOR & DAVIS LLP
215 South Monroe Street
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Attorneys for Florida Power &
Light Company

By: 

Matthew M. Childs, P.A.

**CERTIFICATE OF SERVICE
DOCKET NO. 980001-EI**

I HEREBY CERTIFY that a true and correct copy of Florida Power & Light Company's Petition for Approval of Fuel Cost Recovery True-Up for the Period Ending March 1998 and GPIF for Period Ending September 1997 and the Testimony and Exhibits of R. Silva and K.M. Dubin have been furnished by Hand Delivery,** or U.S. Mail this 27th day of May, 1998, to the following:

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