BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Environmental Cost Recovery Clause

Docket No. 20250007-EI

Filed: October 6, 2026

FLORIDA POWER & LIGHT COMPANY'S PREHEARING STATEMENT

Florida Power & Light Company ("FPL"), pursuant to Order No. PSC-2025-0049-PCO-EI, hereby submits its Prehearing Statement regarding the issues to be addressed at the hearing scheduled for November 4-7, 2025.

1. WITNESSES

WITNESS	SUBJECT MATTER	ISSUE Nos.
Richard L. Hume	Presents Environmental Cost Recovery Clause ("ECRC") final true-ups for FPL for 2024; FPL's Actual/Estimated True-up for 2025; FPL's Projections and ECRC factors for January through December 2026; and supports FPL's Project Progress Report. Mr. Hume is an expert in electric utility rates and rate regulation.	1-9, 12
Michael Sole ¹	Supports FPL O&M and capital variances for 2024; FPL's O&M and capital variances for 2025; and FPL's Project Progress Report. Mr. Sole is an expert in Florida environmental regulation and policy.	1-4

2. EXHIBITS

	PROFFERED	EXHIBIT		ISSUE
WITNESS	BY	No.	DESCRIPTION	Nos.
Richard L. Hume	FPL	RLH-1	2024 ECRC Final True-Up January 2024 - December 2024 Commission Forms 42-1A through 42-9A	1

¹ By notice dated October 2, 2025, Michael Sole adopted the direct testimony of Katharine MacGregor filed on March 31, 2025.

WITNESS	PROFFERED BY	EXHIBIT No.	DESCRIPTION	ISSUE Nos.
Richard L. Hume	FPL	RLH-2	2025 ECRC Actual/Estimated True-up January 2025 – December 2025	2
			Commission Forms 42-1E through 42-9E	
Richard L. Hume	FPL	RLH-3	2026 ECRC Projection Filing	3-9, 12
			January 2026 – December 2026	
			Commission Forms 42-1P through 42-8P	
Michael Sole			(Form 42-P co-sponsored by Michael Sole)	3-4
Richard L. Hume	FPL	RLH-4	2026 ECRC Projection Filing (Calculation of Stratified Separation Factors)	6

3. STATEMENT OF BASIC POSITION

FPL's 2025 Environmental Cost Recovery Clause factors are reasonable and should be approved.

4. STATEMENT OF ISSUES AND POSITIONS

GENERIC ENVIRONMENTAL COST RECOVERY ISSUES

<u>ISSUE 1</u>: What are the final environmental cost recovery true-up amounts for the period January 2024 through December 2024?

FPL: \$20,619,582 over-recovery. (Hume, Sole)

ISSUE 2: What are the estimated/actual environmental cost recovery true-up amounts for the period January 2025 through December 2025?

FPL: \$2,820,065 under-recovery. (Hume, Sole)

<u>ISSUE 3</u>: What are the projected environmental cost recovery amounts for the period January 2026 through December 2026?

FPL: \$420,136,666. (Hume, Sole)

- <u>ISSUE 4</u>: What are the environmental cost recovery amounts, including true-up amounts, for the period January 2026 through December 2026?
 - **FPL:** \$402,337,149. (Hume, Sole)
- ISSUE 5: What depreciation rates should be used to develop the depreciation expense included in the total environmental cost recovery amounts for the period January 2026 through December 2026?
 - FPL: The depreciation rates used to calculate the depreciation expense should be the rates that are in effect during the period the allowed capital investment is in service. For the period January 2026 through December 2026, the depreciation rates that should be used to develop the environmental cost recovery amounts are those reflected in the proposed settlement agreement filed by FPL and other signatory parties in Docket No. 20250011-EI. (Hume)
- ISSUE 6: What are the appropriate jurisdictional separation factors for the projected period January 2026 through December 2026?

FPL: <u>ENERGY</u>

Retail Energy Jurisdictional Factor - Base/Solar	95.700158%
Retail Energy Jurisdictional Factor - Intermediate	94.000442%
Retail Energy Jurisdictional Factor - Peaking	95.601959%

DEMAND

Retail Demand Jurisdictional Factor - Transmission	88.481311%
Retail Demand Jurisdictional Factor - Base/Solar	95.925995%
Retail Demand Jurisdictional Factor - Intermediate	95.353018%
Retail Demand Jurisdictional Factor - Peaking	94.516764%
Retail Demand Jurisdictional Factor - Distribution	100.0000%

GENERAL PLANT

Retail General Plant Jurisdictional Factor - Labor 96.917134% (Hume)

<u>ISSUE 7</u>: What are the appropriate environmental cost recovery factors for the period January 2026 through December 2026 for each rate group?

FPL: FPL's ECRC factors for the period January 2026 through December 2026 are:

	Environmental
RATE CLASS	Cost Recovery
RATE CLASS	Factor
	(cents/kWh)
RS1/RTR1/RS-2EV	0.345
GS1/GST1	0.331
GSD1/GSDT1/HLFT1/GSD1-EV	0.286
OS2	0.199
GSLD1/GSLDT1/CS1/CST1/HLFT2/GSLD-1EV	0.256
GSLD2/GSLDT2/CS2/CST2/HLFT3/GSLD-2EV	0.241
GSLD3/GSLDT3/CS3/CST3/LLCS-1/LLCS-2	0.214
SST1T	0.228
SST1D1/SST1D2/SST1D3	0.607
CILC D/CILC G	0.224
CILC T	0.195
MET	0.260
OL1/SL1/SL1M/PL1/OSI/II	0.059
SL2/SL2M/GSCU1	0.203
Total	0.313

(Hume)

ISSUE 8: What should be the effective date of the new environmental cost recovery factors for billing purposes?

FPL: The environmental cost recovery factors should be effective for meter readings that occur on or after January 1, 2026. These charges should continue in effect until modified by subsequent order of this Commission. (Hume)

ISSUE 9: Should the Commission approve revised tariffs reflecting the environmental cost recovery amounts and environmental cost recovery factors determined to be appropriate in this proceeding?

FPL: Yes. The Commission should approve FPL's tariffs reflecting the environmental cost recovery amounts and environmental cost recovery factors as presented in this proceeding. (Hume)

ISSUE 12: Should this docket be closed?

FPL: No. This is a continuing docket and should remain open. (Hume)

5. STIPULATED ISSUES

None at this time.

6. PENDING MOTIONS

FPL has no pending motions at this time.

7. PENDING REQUESTS FOR CONFIDENTIALITY

FPL has no pending requests at this time.

8. OBJECTIONS TO WITNESS QUALIFICATIONS AS AN EXPERT

FPL does not object to any witness's qualifications as an expert at this time.

9. REQUEST FOR SEQUESTRATION

FPL does not request sequestration of any witnesses.

10. COMPLIANCE WITH ORDER ESTABLISHING PROCEDURE

There are no requirements of the Order Establishing Procedure with which FPL cannot comply.

CERTIFICATE OF SERVICE

Docket 20250007-EI

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished

by electronic delivery on this 6th day of October 2025 to the following:

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