

## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Request by Florida Power & Light Company for Approval to increase AFUDC Rate.	)	DOCKET NO. 890357-EI
	)	ORDER NO. 21257
	)	ISSUED: 5-19-89

The following Commissioners participated in the disposition of this matter:

MICHAEL MCK. WILSON, Chairman  
 THOMAS M. BEARD  
 BETTY EASLEY  
 GERALD L. GUNTER  
 JOHN T. HERNDON

NOTICE OF PROPOSED AGENCY ACTIONORDER GRANTING REVISED AFUDC RATE

BY THE COMMISSION:

NOTICE is hereby given by the Florida Public Service Commission that the action discussed herein is preliminary in nature and will become final unless a person whose interests are adversely affected files a petition for a formal proceeding, pursuant to Rule 25-22.029, Florida Administrative Code.

On March 1, 1989, Florida Power & Light Company (FPL) requested, by letter, that their Allowance for Funds Used During Construction (AFUDC) rate of 8.50% be increased to 8.56%, effective January 1, 1989. The computation of this AFUDC rate utilized FPL's 13-month average capital structure for the period ended December 31, 1988, a return on equity of 13.60% approved by this Commission in Order No. 20451 and is in accordance with Rule 25-6.0141, Florida Administrative Code.

We find that FPL's request is reasonable and in accord with our applicable rule.

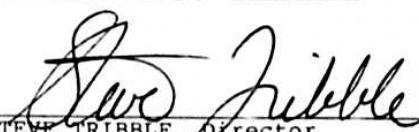
Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that effective January 1, 1989, the AFUDC rate for Florida Power & Light Company is hereby set at 8.56% based upon the 13-month average capital structure for the period ended December 31, 1988. It is further

ORDERED that the appropriate compounding monthly rate to maintain a simple rate of 8.56% is .686788%. It is further

ORDERED that, in the event no protest is timely received, this docket shall be closed and the AFUDC rate of 8.56% is effective as of January 1, 1989.

By ORDER of the Florida Public Service Commission, this 19th day of MAY, 1989.

  
 STEVE TRIBBLE, Director  
 Division of Records and Reporting

( S E A L )

MRC

DOCUMENT NUMBER-DATE

05040 MAY 19 1989

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

The action proposed herein is preliminary in nature and will not become effective or final, except as provided by Rule 25-22.029, Florida Administrative Code. Any person whose substantial interests are affected by the action proposed by this order may file a petition for a formal proceeding, as provided by Rule 25-22.029(4), Florida Administrative Code, in the form provided by Rule 25-22.036(7)(a) and (f), Florida Administrative Code. This petition must be received by the Director, Division of Records and Reporting at his office at 101 East Gaines Street, Tallahassee, Florida 32399-0870, by the close of business on June 8, 1989. In the absence of such a petition, this order shall become effective June 9, 1989, as provided by Rule 25-22.029(6), Florida Administrative Code, and as reflected in a subsequent order.

Any objection or protest filed in this docket before the issuance date of this order is considered abandoned unless it satisfies the foregoing conditions and is renewed within the specified protest period.

If this order becomes final and effective on June 9, 1989, any party adversely affected may request judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or by the First District Court of Appeal in the case of a water or sewer utility by filing a notice of appeal with the Director, Division of Records and Reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days of the effective date of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.