

**Proposed Notice For**  
**Florida Administrative Weekly**

**ORIGINAL**

NOTICE is hereby given that the Florida Public Service Commission, at the regularly scheduled Agenda Conference on October \_\_\_\_\_, 1999 will take final agency action in Docket No. \_\_\_\_\_ the Application of Florida Power & Light Company For Authority To Issue And Sell Securities. Pursuant to Section 366.04, Florida Statutes, Florida Power & Light Company ("FPL") seeks authority to issue and sell and/or exchange any combination of long-term debt and equity securities and/or to assume liabilities or obligations as guarantor, endorser or surety in an aggregate amount not to exceed \$2.3 billion during calendar year 2000, and authority to issue and sell short-term securities during calendar years 2000 and 2001, in an amount such that the aggregate principal amount of short-term securities outstanding at the time of sale does not exceed 25 percent of FPL's gross revenues for the preceding twelve months of operation. FPL also seeks authority to enter into forward refunding or forward swap contracts during calendar year 2000, and in conjunction with those forward contracts, seeks authority to issue and sell up to \$64 million of securities through December 31, 2002,

Date and Time: Tuesday, October \_\_\_\_, 1999, 9:30 a.m.  
Place: Commission Hearing Room 148, Betty Easley Conference Center, 4075 Esplanade Way, Tallahassee, Florida 32399-0870  
Purpose: To take final agency action in Docket No. \_\_\_\_\_  
Legal Authority: Section 366.04 Florida Statutes; Chapter 25-8, Florida Administrative Code.

DOCUMENT NUMBER-DATE

10499 SEP-18

FPSC-RECORDS/REPORTING

**CHECKLIST OF ITEMS IN FPL'S FINANCING APPLICATION WHICH NEED  
TO BE ADDRESSED IN THE FPSC ORDER**

1. **Scope of Financing Authority Sought:** It is important that the Commission's order include the fact that FPL is seeking the Commission's authority for the following types of financings:

a) Issuance and sale and/or exchange of any combination of long-term debt and equity securities (as described in the Application) and/or assumption of liabilities or obligations as guarantor, endorser or surety in an aggregate amount not to exceed \$2.3 billion during calendar year 2000.

b) Issuance and sale of short-term securities during the calendar years 2000 and 2001 in an amount or amounts such that the aggregate principal amount of short-term securities outstanding at the time of sale does not exceed 25 percent of FPL's gross revenues for the preceding 12 months of operation.

c) Entry into forward refunding or forward swap contracts during calendar year 2000 and in conjunction with such contracts, FPL's issuance and sale of up to \$64 million of securities through December 31, 2002.

2. **Purposes of Issues of Securities:**

In order to ensure that FPL has authority to support its past or future financing obligations and to demonstrate the need for the scope of financing authority sought under Item 1, FPL believes that it is necessary for the Commission to address the purposes of the issues of securities. The Commission may want to discuss the sources and uses of funds and/or the construction forecasts provided by FPL as a basis for its financing request; however, at a minimum, FPL believes the inclusion of the following language in the Order would be helpful to support its financing obligations:

The net proceeds to be received from the issuance and sale and/or exchange of the additional long-term debt and equity securities (with the exception of the proceeds of the issuance and sale of any pollution control revenue bonds, solid waste disposal revenue bonds, industrial development revenue bonds, variable rate demand notes or other "private activity bonds" or similar securities which will be used for specific purposes) will be added to FPL's general funds and will be used for the following purposes: (i) to provide additional electric facilities; (ii) to reacquire, by redemption, purchase, exchange or otherwise, any of its outstanding debt securities or equity securities; (iii) to repay all or a portion of any maturing long-term debt obligations; (iv) to satisfy FPL's obligations under its nuclear fuel leases; (v) to repay all or a portion of short-term bank borrowings and commercial paper outstanding at the time of such transactions; and/or (vi) for other corporate purposes. Excess proceeds, if any, will be temporarily invested in short-term instruments pending their application to the foregoing purposes.

The short-term securities are to provide funds to temporarily finance portions of FPL's construction program and capital commitments and for other corporate purposes. During the 2000-

2001 period, FPL may need short-term financing for significant parts of its construction program, for seasonal fuel requirements, for contingency financing such as fuel adjustment underrecoveries or storm restoration costs, and for the temporary funding of maturing or called long-term debt securities.

The forward refunding contracts and forward swap contracts would be for the purpose of refunding up to \$64 million of pollution control revenue bonds which were issued on FPL's behalf and which become callable in February, 2001 and May, 2002. These pollution control revenue bonds were collateralized by FPL First Mortgage Bonds and include the following: 7.15% due February, 2023 (\$15,000,000); 7.15% due February, 2023 (\$32,985,000); 7.15% due February, 2023 (\$4,000,000) and 6.7% due May, 2027 (\$12,015,000).

3. **Form of Orders Proposed:** In the event FPL's Application is granted, the following proposed language addresses the financing authority FPL is seeking in the Application.

Having considered FPL's Application, we find that it should be granted in its entirety.

Based on the foregoing, it is

**\*ORDERED**, that Florida Power & Light Company's request for authority to issue and sell and/or exchange any combination of long-term debt and equity securities and/or assume liabilities or obligations as guarantor, endorser or surety in an aggregate amount not to exceed \$2.3 billion during calendar year 2000 is granted. It is further

**\*ORDERED**, that Florida Power & Light Company's request for authority to issue and sell short-term securities during the calendar years 2000 and 2001, in an amount or amounts such that the aggregate principal amount of short-term securities outstanding at the time of sale does not exceed 25 percent of FPL's gross revenues for the preceding 12 months of operation is granted. It is further

**\*ORDERED**, that Florida Power & Light Company's request for authority to enter into forward refunding contracts or forward swap contracts during calendar year 2000, and to issue and sell up to \$64 million of securities through December 31, 2002, which FPL shall commit to deliver under the forward refunding contracts or forward swap contracts is granted. It is further

**\*ORDERED**, that Florida Power & Light Company shall file with the Commission a consummation report in compliance with Rule 25-8.009, Florida Administrative Code.