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October 25, 1999

ORIGINAL

Blanca S. Bayó, Director Records and Reporting Florida Public Service Commission 4075 Esplanade Way, Room 110 Tallahassee, FL 32399-0850

**Conservation Cost Recovery Clause** 

Docket No. 990002-EG

Dear Ms. Bayó:

Re:

Enclosed for filing on behalf of Florida Power & Light Company ("FPL") in Docket No. 990002-EG please find the original and fifteen (15) copies of Florida Power & Light Company's Prehearing Statement.

Also enclosed is a 3.5 inch double sided, high density diskette containing Florida Power & Light Company's Prehearing Statement in WordPerfect 6.1.

If you or your staff have any questions regarding this transmittal, please contact me at 222-2300.

Very truly yours, CAF CMIJ Charles A. Guyton Enclosure OPC cc: Counsel for all parties of record

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# BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION ORIGINAL

In re: Energy Conservation Cost Recovery	)	Docket No. 990002-EG
Clause	)	Filed: October 25, 1999

## FLORIDA POWER & LIGHT COMPANY'S PREHEARING STATEMENT

Florida Power & Light Company ("FPL"), pursuant to Order No. PSC-99-0699-PCO-EG, hereby files its Prehearing Statement in Docket No. 990002-EG.

(a) The name of all known witnesses that may be called by the party, and the subject matter of their testimony:

<u>Witness</u>	Subject Matter
Leonor Busto	Projection for January 2000 - December 2000 the Actual/Estimated True-Up for January 1999 - December 1999, and the Final True-Up for April 1998 - December 1998.

(b) A description of all known exhibits that may be used by the party, whether they may be identified on a composite basis, and the witness sponsoring each:

FPL has prefiled two exhibits that should be identified separately.

Exhibit [ ]	Content	Sponsoring Witness
LMB-1 LMB-2	Schedules CT-1 through CT-6, Appendix A Schedules C-1 through C-5	L. M. Busto L. M. Busto

(c) A statement of basic position in the proceeding:

FPL's proposed Conservation Cost Recovery Factors for the January 2000 through December 2000 recovery period and true-up amounts for prior periods should be approved.

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d) A statement of each question of fact the party considers at issue, the party's position on each such issue, and which of the party's witnesses will address the issue:

#### **General Issues**

**ISSUE 1:** What is the final end-of-the-period true-up amount for the period April 1, 1998

through December 31, 1998:

FPL: \$5,093,496 overrecovery, final adjusted net true-up

\$3,068,391 overrecovery, actual net true-up (Busto)

**ISSUE 2:** What are the appropriate conservation cost recovery factors for the period January

1, 2000 through December 31, 2000?

FPL:	Rate Class	ECCR Factor	Rate Class	ECCR Factor
	RS1 GS1 GSD1 OS2 GSLD1/CS1 GSLD2/CS2 GSLD3/CS3	.00189 \$/kWh .00184 \$/kWh .00168 \$/kWh .00118 \$/kWh .00168 \$/kWh .00159 \$/kWh	SST1T SST1D CILCD/CILCG CILCT MET OL1/SL1 SL2	.00129 \$/kWh .00166 \$/kWh .00155 \$/kWh .00141 \$/kWh .00180 \$/kWh .00112 \$/kWh
	ISST1D	.00176 \$/kWh		
				(Busto)

**Issue 3:** What is the final end-of period true-up amount for the period April 1, 1998,

through March 31, 1999?

FPL: No position.

#### **Company Specific Issues**

FPL:

**ISSUE 4:** Should Florida Power & Light be allowed to recover \$2,423,945 of litigation

expenses that were charged to the Cogeneration and Small Power Production Program through the Energy Conservation Cost Recovery Clause for the

period ending December 31, 1998?

FPL: Yes. The \$2,423,945 of litigation expenses associated with cogeneration

contract administration in 1998 should be recovered through the ECCR clause because they are reasonable and prudent expenses for a Commission-approved program that were expended to save FPL's customers hundreds of millions of dollars, and FPL is not otherwise recovering these expenses.

#### GULF:

**ISSUE 5:** What is GPC's appropriate end of period over(under) recovery for the previous Conservation filing for October 1997 to March 1998?

FPL: No position.

What adjustments should be made to GPC's April 1998 to December 1998 over(under) recovery and 1999 actual/estimated true-up period in the 2000 projections for errors GPC made in the 1999 Projections Filing (Docket No. 990002-EG)?

FPL: No position.

**ISSUE 7:** Should GPC be allowed to recover fees paid for conversion of gas to electric hot water heaters through ECCR?

FPL: No position.

**ISSUE 8:** What are the appropriate legal fees that GPC should be allowed to charge to ECCR?

FPL: No position.

(e) A statement of each question of law the party considers at issue and the party's position on each such issue:

FPL is not aware of any questions of law at issue.

(f) A statement of each policy question the party considers at issue, the party's position on each such issue, and which of the party's witnesses will address the issue:

FPL is not aware of any policy issues which are contested.

(g) A statement of issues that have been stipulated to by the parties:

FPL believes its true-ups and ECCR factors are uncontested and may be stipulated. FPL also believes Issue 4 may be stipulated.

### (h) A statement of all pending motions or other matters the party seeks action upon:

FPL has no pending motions or other matters upon which it seeks action other than its pending petitions for approval of a final true-up and conservation cost recovery factors.

(I) A statement as to any requirement set forth in the Order On Prehearing Procedure that cannot be complied with, and the reasons therefor.

FPL believes it has complied with all requirements for orders regarding prehearing procedures.

Respectfully submitted,

STEEL HECTOR & DAVIS LLP 215 S. Monroe St., Suite 601 Tallahassee, Florida 32301 (850) 222-2300

Attorneys for Florida Power & Light Company

By:

Charles A. Guyto

#### CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of Florida Power & Light Company's Prehearing Statement was served by Hand Delivery (when indicated with an \*) or mailed this 25th day of October, 1999 to the following:

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