Hopping Green & Sams

Attorneys and Counselors

August 31, 2007

BY HAND-DELIVERY

Ann Cole
Director, Division of Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399

Re: Docket No. 070007-EI

Dear Ms. Cole:

On behalf of Progress Energy Florida, Inc. (PEF), I enclose for filing in the above docket the original and fifteen (15) copies of the following:

- PEF's Petition for Approval of Environmental Cost Recovery True-up and Environmental Cost Recovery Clause Factors for the Period January 2008 to December 2008.
- Pre-filed Direct Testimony of Lisa Lohss;

07901-07

- Pre-filed Direct Testimony of Donald R. Ennis; and 07902-07

CMP		Unredacted copies of the confidential testimony are being submitted separately with a
COM	<u> </u>	st for Confidential Classification.
CTR ECR	attache	By copy of this letter, the enclosed documents have been furnished to the parties on the d certificate of service.
GCL		Please acknowledge receipt and filing of the above by stamping the duplicate copy of this nd returning it to me. If you have any questions regarding this filing, please give one of
OPC		Il at 222-7500.
RCA		Very truly yours
SCR		
SGA		Mily V. J
SEC		Gary V. Perko Virginia C. Dailey
OTH		Virginia C. Dailey

Attorneys for Progress Energy Florida, Inc.

cc: Certificate of Service

Post Office Box 6526 Tallahassee, Florida 32314 123 South Calhoun Street (32301) 850.222.7500 850.224.8551 fax www.hgslaw.com

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished to all counsel of record and interested parties as listed below by regular U.S. mail this <u>31st</u> day of August, 2007.

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Attorney

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Environmental Cost Recovery)	Docket No. 070007-EI
Clause)	
		Filed: August 31, 2007

PROGRESS ENERGY FLORIDA'S PETITION FOR APPROVAL OF ENVIRONMENTAL COST RECOVERY TRUE-UP AND ENVIRONMENTAL COST RECOVERY CLAUSE FACTORS FOR THE PERIOD JANUARY 2008 to DECEMBER 2008

Progress Energy Florida, Inc. ("PEF" or "the Company"), hereby petitions for approval of its environmental cost recovery true-up and proposed Environmental Cost Recovery Clause (ECRC) factors for the period January 2008 to December 2008. In support of this Petition, PEF states:

- 1. PEF's total true-up applicable for this period is an under-recovery of \$886,816. This consists of the final true-up over-recovery of \$2,446,714 for the period from January through December 2006 and an estimated true-up under-recovery of \$3,333,530 for the current period of January 2007 through December 2007. Documentation supporting the total true-up under-recovery is provided in Ms. Maritza Iacono's testimony and Exhibit No. __ (MI-1) submitted on August 3, 2007, and Ms. Iacono's testimony and Exhibit No. __ (MI-4) submitted contemporaneously with this Petition. Additional cost information for specific ECRC programs for the period January through December 2007 are presented in the pre-filed testimony of Lisa Lohss, Patricia Q. West and Joseph McCallister filed on August 3, 2007.
- 2. As explained in the testimony of Ms. Iacono submitted with this testimony and shown in Form 42-1P of Ms. Iacono's Exhibit No. ___ (MI-4), the total projected jurisdictional

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capital and O&M costs for the period January 2008 to December 2008 are \$43,204,989.

Projected costs for specific ECRC programs for the period January through December 2008 are presented in the pre-filed testimony of Donald R. Ennis, Lisa Lohss, and Patricia Q. West submitted contemporaneously with this Petition.

- 3. PEF's proposed ECRC factors for the period January 2008 to December 2008, which are designed to recover the 2006 final true-up, the estimated 2007 estimated/actual true-up, and projected 2008 costs, are presented for the Commission's review and approval in Ms. Iacono's testimony submitted with this Petition. The ECRC factors were calculated as shown on Forms 42-6P through 42-7P of Exhibit No. __ (MI-4) to Ms. Iacono's testimony.
- 4. The environmental cost recovery true-up and proposed ECRC factors presented in Ms. Iacono's testimony and exhibits are consistent with the provisions of Section 366.8255, Florida Statutes, and with prior rulings by the Commission.

WHEREFORE, Progress Energy Florida, Inc., respectfully requests that the Commission approve the Company's environmental cost recovery true-up and proposed ECRC factors for the period January 2008 through December 2008 as set forth in the testimony and supporting exhibits of Maritza Iacono filed contemporaneously with this Petition.

RESPECTFULLY SUBMITTED this day of August, 2007.

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