

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Petition to prescribe) DOCKET NO. 911199-EI
depreciation rates for new plant) ORDER NO. PSC-92-0109-FOF-EI
accounts by Florida Power) ISSUED: 3/27/92
Corporation.)
_____)

The following Commissioners participated in the disposition of this matter:

THOMAS M. BEARD, Chairman
SUSAN F. CLARK
J. TERRY DEASON
BETTY EASLEY
LUIS J. LAUREDO

NOTICE OF PROPOSED AGENCY ACTION

ORDER APPROVING DEPRECIATION RATES
OF NEW SUBACCOUNTS FOR FLORIDA POWER CORPORATION

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.

Pursuant to Commission rules, Florida Power Corporation ("FPC" or "Company") requested depreciation rates for newly established plant subaccounts. We find FPC's proposed life and salvage components to be reasonable and approve of the Company's request at this time. The life and salvage parameters and resulting depreciation rates for the new subaccounts are shown in Attachment 1.

As assets begin to serve the public, it is desirable that the process of recovery (depreciation) begins. The whole life rates for the newly established subaccounts become appropriate for use as those new assets begin to serve the public, which is as the assets come on line. The dates the assets come on line range from December 1990 to a projected date of November 1993.

The following is a brief description of the assets in the newly established subaccounts:

DOCUMENT NUMBER-DATE
03040 MAR 27 1992
FPC-RECORDS/REPORTING

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Acct. 392, Transportation Equipment. A used helicopter, a new helicopter and a fixed-wing aircraft have been added.

Acct.s 340-346, Other Production. (a) The Company is building combustion turbine peaking units at the existing Debary and Intercession City sites. They are expected to come on line in November 1992 and November 1993. (b) The Company is building a small combustion turbine unit on the University of Florida campus, which will supply 40 MW to the Company grid, and the steam produced will be bought by the University.

Acct. 353, Station Equipment. A new computer system and control program are replacing and upgrading the existing assets.

It is, therefore,

ORDERED by the Florida Public Service Commission that the depreciation rates for newly established subaccounts for Florida Power Corporation, as discussed within the body of this Order and in Attachment 1, are hereby approved. It is further

ORDERED that the new depreciation rates for new subaccounts be implemented as of the dates the assets come on line, as discussed within the body of this Order. It is further

ORDERED that this Order shall become final and the docket closed unless an appropriate petition for formal proceeding is received by the Division of Records and Reporting, 101 East Gaines Street, Tallahassee, Florida 32399-0870, by close of business on the date indicated in the Notice of Further Proceedings or Judicial Review.

By ORDER of the Florida Public Service Commission, this
27th day of MARCH, 1992.



STEVE TRIBBLE, Director
Division of Records and Reporting

(S E A L)

DLC:bmi

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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 4/17/92.

In the absence of such a petition, this order shall become effective on the day subsequent to the above date as provided by Rule 25-22.029(6), Florida Administrative Code.

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 the date described above, 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 wastewater 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.

ATTACHMENT A
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**FLORIDA POWER CORPORATION
 DEPRECIATION RATES FOR NEWLY ESTABLISHED ACCOUNTS**

<u>SUBACCOUNT</u>	<u>LIFE</u> years	<u>SALVAGE</u> %	<u>RATE</u> %
392 - (Aircraft)			
Used helicopter	5.0	25	15.0
New aircraft	7.0	65	5.0
340-346 - (Other Production)			
Peakers, Debary & Intercession	30.0	(2)	3.4
City Dismantle- ment	NA	NA	0.6
University of Florida			
Combustion Turbine	20.0	0	5.0
353 - (Station Equipment)			
Computer & control Energy Control Center	15.0	0	6.7