State of Florida

ORIGINIAL

Commissioners: SUSAN F. CLARK, CHAIRMAN J. TERRY DEASON JULIA L. JOHNSON DIANE K. KIESLING JOE GARCIA



FILE COPY Auditing & Financial Analysis (904) 413-6480

PIR

Public Service Commission

June 6, 1996

Florida Power Corporation James P. Fama 3201 Thirty-fourth Street South St. Petersburg, FL 33711-3897

Dear Mr. Fama:

Docket No. 960001-EI -- Florida Power Corporation Supplemental Capacity Cost Audit Request - Period Ending March 15, 1996

The Florida Public Service Commission will verify Capacity Cost Charges paid to Orlando CoGen Limited, L.P. and Ridge Generating Station, L.P. in accordance with Commission audit procedures. Auditors may select one or more accounts for detailed examination. Access may be requested to documents and records supporting affiliate company transactions that affect regulated operations. Staff auditors may also request to review the firm's external audit working papers for the most recent independent audit. Ann Bouckaert, the district office supervisor, (813) 744-6634, will coordinate this audit.

____Rule 25-6.014(5), F.A.C., states that, "Upon direction of the Commission, or AFA ____ in the performance of delegated staff duties, any member of the Commission may AP" make at any reasonable time a personal visit to the utility's offices or other CAF -places of business, and may inspect any facility, records, accounts, books, reports, and papers of the utility which may appear necessary in the discharge CMU _ of Commission duties. During such visits the utility shall provide the staff CTR _ with prevailing conditions and climate and comparable with the accommodations EAG provided the company's outside auditors". LEG

LIN _____ OPC _____ RCH _____ SEC ____ WAS ____

OTH

ACK _

DOCUMENT NUMBER-DATE

06182 JUN-68

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BLVIPSC TWILLOWASSEEOFTL 92399-0350 An Affirmative Action/Equal Opportunity Employer Florida Power Corporation June 6, 1996 - 2 -

A formal audit report will be issued for internal official use only by the Commission on or about July 15, 1996. A copy of the final report will be mailed to the company liaison officer listed in the Commission Mailing Directory. Comments should be mailed to the Director of Records and Reporting within ten days after receipt.

Questions regarding the audit or staff conduct should be directed to Ann Bouckaert or myself at (904) 413-6487.

Sincerely,

ise Nandiver

Denise N. Vandiver

DNV/sp

Enclosure: (1) Excerpts from Rule 25-22.006, F.A.C. and 366.093, F.S.

cc: Mary Bane Andrews, Deputy Executive Director/Tech. (w/o enclosure) Field Audit Supervisor Legal Services (w/o enclosure) Division of Records and Reporting (w/o enclosure) Public Counsel