

COMMISSIONERS:
NANCY ARGENZIANO, CHAIRMAN
LISA POLAK EDGAR
NATHAN A. SKOP

STATE OF FLORIDA



DALE MAILHOT, DIRECTOR
OFFICE OF AUDITING & PERFORMANCE
ANALYSIS
(850) 413-6418

Public Service Commission

July 16, 2010

RECEIVED-FPSC
10 JUL 16 PM 2:28
COMMISSION
CLERK

Ms. Anne Lee
Commercial Utilities, A Division of Grace & Company, Inc.
865 South Lane Avenue
Jacksonville, FL 32205-4420

Re: Docket No. 100326-SU; Staff Assisted Rate Case; Audit Control No: 10-197-2-1

Dear Ms. Lee:

The Florida Public Service Commission will conduct an audit, in accordance with Commission audit procedures. Access will be requested to documents and records of the utility and, if necessary, supporting records for affiliate company transactions that affect regulated operations. Staff auditors may also request to review the utility's external audit working papers for the most recent independent audit. Ms. Linda Hill-Slaughter, the Tampa district office supervisor, will coordinate this audit. Ms. Hill-Slaughter can be reached at (813) 637-8672. Questions regarding the audit or audit staff should be directed to the district supervisor or myself. My phone number is (850) 413-6946.

The Audit Access to Records rule for each industry states: "In those instances where the utility disagrees with the auditor's assessment of a reasonable response time to the audit request, the utility shall first attempt to discuss the disagreement with the auditor and reach an acceptable revised date. If agreement cannot be reached, the utility shall discuss the issue with successive levels of supervisors at the Commission until an agreement is reached."

A formal report is expected to be issued for internal Commission use on September 16, 2010. A copy of the final report will be mailed to the company liaison listed on the Commission Mailing Directory.

Sincerely,

Clarence Prestwood, Chief of Auditing
Office of Auditing and Performance Analysis

CP:ip

Cc: Office of Auditing and Performance Analysis (File Folder)
Office of Commission Clerk

DOCUMENT NUMBER - DATE
05876 JUL 16 2010
FPSC-COMMISSIONER CLERK