

Commissioners:
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State of Florida



RFR
TIMOTHY DEVLIN, Director
Auditing & Financial Analysis
(904) 488-8147

Public Service Commission

October 7, 1994

Florida Power Corporation
James P. Fama
Post Office Box 14042
St. Petersburg, FL 33733-4042

Dear Mr. Fama:

Docket No. 940001-EI -- Florida Power Corporation
Capacity Cost Audit Request - Period Ended 03/31/95

The Florida Public Service Commission will conduct a capacity cost audit for the period ended March 31, 1995 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) 744-6093, will coordinate this audit.

- ACK _____
- AFA _____
- APP _____
- CAF _____
- CMU _____
- CTR _____
- EAG _____
- LEG _____
- LIN _____
- OPC _____
- RCH _____
- SEC 1
- WAS _____
- OTH _____

Florida Power Corporation

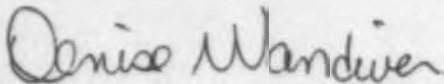
October 7, 1994

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A formal audit report will be issued for internal official use only by the Commission on or about June 17, 1995. An audit exit conference will be scheduled to inform you of draft findings and prevent audit staff misunderstanding of a company record or procedure. 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.

Sincerely,



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