



**Florida
Power**
CORPORATION

JAMES A. MCGEE
SENIOR COUNSEL

February 11, 1997

Ms. Blanca S. Bayó, Director
Division of Records and Reporting
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Re: Docket No. ~~980477~~-EQ

Dear Ms. Bayó:

Enclosed for filing in the subject docket are an original and fifteen copies of second revised Exhibit C to Florida Power's petition previously filed on December 12, 1996. The second revision to the exhibit also changes two dollar amounts referenced from Exhibit C on page 5 of the petition. The figures "\$54.0 million" and "\$25.2 million" should now read "\$124.0 million" and "\$26.6 million" respectively.

Please acknowledge your receipt of the above filing on the enclosed copy of this letter and return to the undersigned. Thank you for your assistance in this matter.

Very truly yours,

James A. McGee

ACK _____
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JAM/kp
Enclosure

1 cc: Parties of record
Lorna Wagner, Esq.

DOCUMENT NUMBER DATE

GENERAL OFFICE

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A Florida Progress Company

FPSC-RECORDS/REPORTING

LAKE Settlement

Exhibit C
Second Revised

Calculation of Savings from Settlement of Energy Dispute and Early Termination Buy-out

	(a)	(b)	(c1)	(c2)	(c)	(b-c)
	Total Payments according to FPC Position	Total Payments according to adjusted LCL Position	Total Payments to Lake according to Settlement	Cost of Replacement minus Value of Curtailment	Net Settlement Costs	Ratepayer Savings/(Cost)
1996	\$6,707,799	\$6,920,110	\$8,259,484	\$129,583	\$8,389,068	(\$1,468,957)
1997	\$40,790,413	\$42,963,822	\$45,864,939	\$773,271	\$46,638,210	(\$3,674,388)
1998	\$41,952,331	\$44,213,717	\$46,236,965	\$548,803	\$46,785,768	(\$2,572,051)
1999	\$42,458,018	\$45,587,640	\$48,087,253	\$997,738	\$49,084,991	(\$3,497,351)
2000	\$44,518,630	\$47,232,714	\$49,994,905	\$809,673	\$50,804,578	(\$3,571,864)
2001	\$46,354,766	\$49,028,072	\$50,773,568	\$833,648	\$51,607,214	(\$2,579,141)
2002	\$47,830,717	\$51,042,105	\$50,038,262	\$840,923	\$50,879,185	\$162,921
2003	\$48,702,352	\$52,908,429	\$52,234,028	\$827,101	\$53,061,129	(\$152,700)
2004	\$50,715,452	\$54,936,737	\$54,191,263	\$856,721	\$55,047,984	(\$111,247)
2005	\$51,928,143	\$57,138,353	\$55,975,641	\$845,287	\$56,820,929	\$317,425
2006	\$54,011,863	\$59,423,702	\$58,969,849	\$868,020	\$59,835,869	(\$412,167)
2007	\$55,910,949	\$61,788,815	\$61,517,010	\$877,004	\$62,394,014	(\$605,199)
2008	\$57,766,982	\$64,171,072	\$64,173,537	\$889,546	\$65,063,083	(\$892,011)
2009	\$59,570,852	\$66,491,039	\$61,443,406	\$897,227	\$62,340,632	\$4,150,407
2010	\$61,708,538	\$69,192,712	\$0	\$33,763,225	\$33,763,225	\$35,429,487
2011	\$63,946,417	\$72,026,367	\$0	\$34,071,473	\$34,071,473	\$37,954,894
2012	\$66,334,918	\$75,067,759	\$0	\$34,701,877	\$34,701,877	\$40,365,882
2013	\$40,088,273	\$45,555,742	\$0	\$20,393,431	\$20,393,431	\$25,162,311
Cumulative	\$881,297,404	\$965,688,909	\$707,760,108	\$133,922,551	\$841,682,658	\$124,006,250
NPV @ 8.67%	\$452,844,819	\$491,335,265	\$422,107,126	\$42,585,197	\$464,692,322	\$26,642,942

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