

Q.

Please identify each of FPL's short-term (2004-2006) firm capacity providers. Please describe the nature of these contracts, including cost of capacity payments in \$/kW, and whether FPL attempted to renegotiate extensions with these entities.

A.

As of April 16, 2004, FPL has the following short-term capacity agreements in place for the 2004 through 2006 time period:

1. Provider: DeSoto County Generating Company, L.L.C. – Progress Energy Ventures

- A. Tolling Agreement
- B. FPL provides natural gas and distillate fuel oil
- C. Term: June 1, 2002 through May 31, 2005
- D. Capacity: (2) General Electric (GE) Frame 7F Combustion Turbine Generators
- E. Capacity payment: [REDACTED] allocated monthly based on monthly value factors and seasonal unit capability
- F. Agreement included extension provision
- G. Seller has exercised put option to extend agreement through May 31, 2007 (Capacity payment [REDACTED], allocated monthly based on monthly value factors and seasonal unit capability)

2. Provider: Oleander Power Project, L.P. – Constellation Energy

- A. Tolling Agreement
- B. FPL provides natural gas and distillate fuel oil
- C. Term: June 1, 2002 through May 31, 2005
- D. Capacity: (1) General Electric (GE) Frame 7F Combustion Turbine Generator
- E. Capacity payment: [REDACTED]
- F. Agreement included extension provision
- G. [REDACTED]

3. Provider: Reliant Energy Services, Inc.

- A. Tolling Agreement
- B. FPL provides natural gas, Reliant provides physical delivery of distillate fuel oil

- C.Term: April 1, 2002 through February 28, 2007
- D.Capacity: (3) General Electric (GE) Frame 7F Combustion Turbine Generators
- E.Capacity payment: [REDACTED], allocated monthly based on based on monthly weighting factors and unit capacity

4. Provider: Florida Power Corporation

- A. [REDACTED]
- B.Term: [REDACTED]
- C.Capacity: [REDACTED]
- D.Capacity payment: [REDACTED]
- E.Energy charge: [REDACTED]

5. Provider: Florida Power Corporation

- A. [REDACTED]
- B.Term: [REDACTED]
- C.Capacity: [REDACTED]
- D.Capacity payment: [REDACTED]
- E. [REDACTED]
- F.Energy charge: [REDACTED]

[REDACTED]