

State of Florida



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Public Service Commission

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-M-E-M-O-R-A-N-D-U-M-

DATE: July 31, 2008
TO: James E. Breman, Senior Analyst - PSC. Division of Economic Regulation
FROM: Denise N. Vandiver, Chief of Auditing, Division of Regulatory Compliance
RE: Audit Purpose: Nuclear Cost Recovery Clause for Florida Power & Light Company Uprate, Supplemental Audit Report; Company Code: E1802; Audit Control No: 08-865-4-1; Record # 5784

Attached is a supplemental audit report for the utility stated above. I am sending the utility a copy of this memo and the audit report. If the utility desires to file a response to the audit report, it should send the response to the Office of Commission Clerk. There are confidential work papers associated with this audit.

Attachment

cc: Division of Regulatory Compliance and Consumer Assistance (Hoppe, District Offices, File Folder)
Office of Commission Clerk (2)
Division of Competitive Markets and Enforcement (Harvey)
General Counsel
Office of Public Counsel

Mr. Wade Litchfield
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FLORIDA PUBLIC SERVICE COMMISSION

***DIVISION OF REGULATORY COMPLIANCE AND
CONSUMER ASSISTANCE
BUREAU OF AUDITING***

Miami District Office

**Florida Power and Light Company
Supplemental Report
Nuclear Uprate Cost Recovery Clause**

Twelve Months Ended December 31, 2007

**DOCKET #080009-EI
AUDIT CONTROL NO. 08-065-4-1**

A handwritten signature in cursive script, reading "Kathy L. Welch", written over a horizontal line.

***Kathy L. Welch
Audit Manager***

A handwritten signature in cursive script, reading "Denise Vandiver", written over a horizontal line.

***Denise Vandiver
Bureau Chief***

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**DIVISION OF REGULATORY COMPLIANCE AND CONSUMER ASSISTANCE
SUPPLEMENTAL AUDITOR'S REPORT**

July 28, 2008

**TO: FLORIDA PUBLIC SERVICE COMMISSION AND OTHER INTERESTED
PARTIES**

We have performed the procedures enumerated later in this report to meet the agreed upon objectives set forth by the Division of Economic Regulation in its audit service request. We have applied these procedures to the schedules attached to the original audit report issued May 28, 2008 prepared by Florida Power and Light Company in support of its nuclear uprate filing, Docket Number 080009-EI.

This audit is performed following general standards and field work standards found in the AICPA Statements on Standards for Attestation Engagements. This report is based on agreed upon procedures which are only for internal Commission use.

OBJECTIVES AND PROCEDURES:

Objective: To review the construction costs on the T schedules for compliance with Section 366.93 of the Florida Statutes and Chapter 25-6.0423 F.A.C.

Procedure: We have reviewed the internal audit report of the uprate issued July 24, 2008.

AUDIT FINDING NO. 1

SUBJECT: INTERNAL AUDIT FINDINGS

STATEMENT OF FACTS:

CONFIDENTIAL

EFFECT ON THE GENERAL LEDGER: FPL has corrected its ledger.

EFFECT ON THE FILING: This finding is for informational purposes only.