

100002-EG

**REDACTED**

## REVISED EXHIBIT B

DOCUMENT NUMBER 100002-EG

1.8083 SEP 27 9

FPSC-COMMUNICATIONS

FPL  
Energy Conservation (Cost Rec. Clause)  
RCA: #06-040-4-1 Dkt: 060002-EG  
TE: 12/31/05

July 20 2006  
6/2

The Board of Directors  
minutes

3/31/05

Resolved - necessary to acquire clear & land rights for the  
works to connect the North Substation  
and the Overton Substation onto the  
Dade-Overton 530 kV transmission line.

3/8/05

The Corporation received a revolving credit and letter  
of credit facility up to (\$1,000,000,000) one billion  
dollars, maturing for a term period of up to 5 years

12/30/04

Resolved - the company contribute \$4,100,000  
to FPL Group Foundation, Inc. on or prior to

12/31/04

July 2010

Title: Board of Directors  
 Minutes

JHP

FPL						
5/20/05		written consent of shareholder	in lieu of annual meeting	elected directors		
6/8/05		Unanimous written consent of	directors in lieu of annual	meeting	Each person listed with the	appointed officer, IATA Council
6/17/05		Unanimous consent of directors	in lieu of meeting	renewed and appointed VP	Nuclear	
6/16/05		Unanimous consent of directors	in lieu of meeting	resolved CEO, Pres, any VP,	or VP, Treasurer or any Asst	Treas authorized / empowered to
8/15/05		Unanimous consent of directors	in lieu of meeting	Appointed VP of Integrated Services	(ch 2)	

800

6/20/06  
JHP

Title: Board of Directors

9/22/05

Description of confirmed Board  
Resolutions 9/19/05 - accurate + detailed  
confirmations

9/19/05

Unanimous consent of directors in lieu  
of meeting

Resolved, that the Board hereby finds  
that in order to meet the demands  
of electric service and provide  
greater reliability of service in  
Collier and Lee Counties and  
throughout the gas system it  
is necessary to acquire land and  
rights therefor for public works in the  
route of electric transmission  
and distribution lines and necessary  
apparatus hereinafter to connect the  
Collier substation and the Orange  
River substation with the Collier-  
Orange River #3 250 KV transmission  
line

President, VP and attorney's are  
authorized to prosecute eminent  
domain proceedings to acquire said  
lands rights hereon.



FPL  
Energy Conservation (Cost Rec. Clause)  
RCA: #06-040-4-1 Dkt: 060002-EG  
TE: 12/31/03

10/20/06  
62

Title: Board of Directors  
Minutes

10/14/05

Resolved - necessary to acquire land & land rights to connect the Conservation Substation and the Oakland Park Substation with the Conservation Oakland Park 230 kv transmission line.

FPL  
Energy Conservation (Cap Ret. Clause)  
RCA: #06-040-4-1 Dkt: 060002-EO  
TE: 12/31/05

100/106  
6/20/06  
GL

The Board of Directors  
Minutes

12/30/05

Resolved that the Company contribute \$844,000 to FPL Group Foundation, due on or prior to December 31, 2005

Resolved that the Company contribute \$1,000,000 to FPL Group Foundation for the "Care to Share" program on or prior to December 31, 2005

8/05

CONFIDENTIAL

FPSC CONSERVATION  
AUDIT REQUEST NO. 4

~~25~~ #.1, P1

2005 AUDIT REPORTS

A

B

PBC C

25-01	EMT-FERC PRICE REPORTING	DEC 22, 2004
25-03	CS - AMR - METER EXCHANGE, INVENTORY AND DATA TRANSFER REVIEW	FEB 14, 2005
25-04	PS - REVIEW OF STORM INVOICES AND PAYMENTS	MAR 7, 2005
25-05	IM/PS - DATA WAREHOUSE REDESIGN-SYSTEM TESTING	MAR 11, 2005
25-06	PS - FERC CODE OF COMPLIANCE REVIEW	MAR 14, 2005
25-07	IM - SEGREGATION OF DUTIES TOOL IMPLEMENTATION	MAR 21, 2005
25-08	FIN - TRUST FUND INVESTMENT PROCES REVIEW	MAR 31, 2005
25-10	PS - LFO FIREWALL AUDIT	MAR 31, 2005
25-11	IM - ENTERPRISE EMAIL SECURITY FOLLOW-UP	APR 7, 2005
25-12	PS - REVIEW OF 2004 SERVICE UNAVAILABILITY (SU) INDICATOR	APR 8, 2005
25-13	PS - WINGATE SERVICE CENTER	APR 8, 2005
25-14	PS - REVIEW OF STORM CONTRACTOR INVOICES - EDS & SPE	APR 8, 2005
25-15	FIN - STORM FUND REVIEW #2	APR 8, 2005
25-16	CS - ACCOUNTING FOR UNBILLED USAGE	APR 12, 2005
25-17	PS - REVIEW OF STORM CONTRACTOR INVOICES - PIKE & RED SIMPSON	APR 15, 2005
9-1 25-18	IM - PROCUREMENT REVIEW	APR 15, 2005
25-20	IM - EXPOSURE TO THEFT OF CONFIDENTIAL CUSTOMER DATA	MAY 26, 2005
25-21	REVIEW OF MASS INSULATION INCENTIVE PROCESS	MAY 26, 2005
9-2 25-22	DUPLICATE PAYMENT REVIEW	JUN 21, 2005
25-23	STREETLIGHT PROCESS REVIEW	JUN 23, 2005
25-24	EMT - HEDGE PROGRAM AUDIT	JUN 27, 2005



A B CONFIDENTIAL

FPSC CONSERVATION  
AUDIT REQUEST NO. 4  
Item No. 1, 12

C

25-25	2004 FOREIGN CREWS STORM COST REVIEW	JUN 28, 2005
25-26	NON-UTILITY COSTS AUDIT 2004	JUN 30, 2005
25-27	CONTROLS OVER STALE DATED CHECKS REVIEW	AUG 17, 2005
25-28	EMAIL FILTERING REPLACEMENT PROJECT: VENDOR SELECTION	SEP 6, 2005
25-29	ASSET MANAGEMENT INVENTORY SYSTEM	SEP 13, 2005
9-3 25-30	RESIDENTIAL & C/I ECCR PROGRAM CONTROLS	SEP 14, 2005
25-31	SALES TAX EXEMPTION REVIEW	SEP 14, 2005
25-32	CENTRAL DADE SERVICE CENTER ADMIN REVIEW	SEP 21, 2005
25-33	STORM CONTRACTOR INVOICES - ASPLUNDH CONSTR., ASPLUNDH TREE, AND UTILITY LINES CONSTRUCTION SERVICES	SEP 26, 2005
25-34	FRANCHISE DESIGNATION REVIEW	SEP 26, 2005
25-35	SARBANES OXLEY 2005 TESTING - GCC	SEP 20, 2005
25-36	SARBANES OXLEY 2005 TESTING - RAP	OCT 3, 2005
25-38	SARBANES OXLEY 2005 TESTING - CUSTOMER SERVICE	OCT 20, 2005
25-39	SARBANES OXLEY 2005 TESTING - FPL-ES	OCT 20, 2005
25-40	PS - DISTRIBUTION CONTRACT CAR ADMINISTRATION REVIEW	OCT 21, 2005
25-42	SARBANES OXLEY 2005 TESTING - ENGINEERING & CONSTR	NOV 8, 2005
25-43	SARBANES OXLEY 2005 TESTING - HUMAN RESOURCES	NOV 11, 2005
25-44	SARBANES OXLEY 2005 TESTING - TRADING	NOV 14, 2005
25-45	SARBANES OXLEY 2005 TESTING - EMT	NOV 14, 2005
25-46	SARBANES OXLEY 2005 TESTING - PGD	NOV 16, 2005
25-49	SARBANES OXLEY 2005 TESTING - NUCLEAR	DEC 1, 2005
25-55	SARBANES OXLEY 2005 TESTING - FPL ISC	DEC 7, 2005
25-57	SARBANES OXLEY 2005 TESTING - POWER SYSTEMS	DEC 12, 2005
25-59	PSL MATERIAL MANAGEMENT AUDIT	DEC 16, 2005
25-61	FPL ENERGY EMT FERC PRICE REPORTING AUDIT	DEC 16, 2005



A B CONFIDENTIAL

FPSC CONSERVATION  
AUDIT REQUEST NO. 4  
*Item No. 1, P. 3*

25-66	ISC - AFFILIATE/NON AFFILIATE ASSET TRANSACTIONS	JUN 11, 2005
25-67	PS - DISTRIBUTION - STREET LIGHTING VENDOR ALLEGATIONS	FEB 14, 2005
25-68	C&S/ISC - RIGHT OF WAY MASTERS VENDOR ALLEGATION	MAY 24, 2005
25-69	PS - POWER CABLE TECH INVESTIGATION	JUN 10, 2005
25-70	PGD - OSHA RECORDABLES SPECIAL	JUN 30, 2005
25-71	PS - PERRINE SUBSTATION INVESTIGATION	AUG 19, 2005
25-73	NUC - BUSINESS SERVICES GROUP RESIGNING EMPLOYEES	SEP 26, 2005
25-74	PS - DISTRIBUTION - STORM PETTY CASH INVESTIGATION	OCT 21, 2005
25-75	MARTIN PLANT - INVESTIGATING OF INVENTORY RECORDS MGT.	NOV 2, 2005
25-76	NUC - CODE OF BUSINESS CONDUCT INVESTIGATION	DEC 19, 2005

CONFIDENTIAL

FPSC CONSERVATION  
AUDIT REQUEST NO. 4  
*Plan No. 1, P. 4*

2006 AUDIT REPORTS

A

B

C

26-01	REVIEW OF DAMAGED POLES PROJECT	JAN 10, 2006
26-02	WIRELESS LAN SECURITY - 802.11	JAN 27, 2006
26-03	SARBANES OXLEY 2005 TESTING - EMT	JAN 30, 2006
25-04	SARBANES OXLEY 2005 TESTING - EMT ACCOUNTING	JAN 30, 2006
26-07	NUCLEAR OSHA RECORDABLES	JAN 31, 2006
26-08	IM - R6 UPGRADE REVIEW	FEB 13, 2006
26101	SPECIAL - HI-VOLT ELECTRIC, INC.	JAN 31, 2006

11/20/06  
JHP

The Internal Audit  
Bureau

25-18 IIA - Procurement (Review)  
4/15/05

IIA was requested by Information Mgmt (IM) to perform the procurement processes (2003, 2004 audits found a need for improvement opportunities - IIA capabilities, a last call. IM contract Mgt (ICM) to control compliance with corporate procurement policies.

• IIA purchase process reviewed insignificant relative to the number of procurement requisitions (e-proc requisitions).

Mgmt Response - IIA has initiated a project to decentralize the creation of e-proc purchase requisitions. The e-proc system captures the date of creation and the name of the person creating the electronic document implementation report.

• IIA project managers do not have the necessary access to P/CO data to prepare, manage their contracts and perform periodic self audits ensuring vendor adherence to established service level agreements.

Mgmt Response - IIA agrees and will ensure that IIA users have access to the information through the Asset Management Project by 11/30/06

10/20/06

Title: I/A Narrative

JHP

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TSC (Integrated Supply Chain (ISC)) needs to clarify Proc Procedure for to properly require required provisions. ISC's responsibility to maintain and make available to user. Legal has advised the lack of PO file documents has involved liability in vendor disputes.

ISC Response - Proc Procedure 905. After the ISC adopted a simplified ESR content checklist to streamline document requirements and retention. Legal will review checklist. Completion of a/b. Enhanced buyer training is scheduled for 2005 and on going.

ISC should provide supplier policy and training to define when scope changes require new purchase contracts. Proc for does not require a new PO to be issued for significant scope changes.

ISC Response - Proc for will be reviewed to clarify "changes" and to be distinguished from "new or different work".

9-1



JHP

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2	05-88	Duplicate Print Remains	stated	
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5	I	Duplicate Receipts - Different Invoice numbers		
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7		2004 AP data was reviewed to identify all prints with the same vendor name, vendor name, V #, Amount, Invoice date and diff invoice #. 25 collections were identified and by searching different variations of the same invoice # and determining the ending number.		
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17 of 46 collections, totaling \$159,500  
 were duplicate prints  
 5 due to coding errors  
 1 EPL was booked twice (diff inv #)  
 11 had diff variations of the same  
 invoice #.

Action: AP Dept will forward a memo  
 that contains supplier information  
 concerning significant "do's and  
 don'ts". The suppliers will be required  
 to sign an acknowledgment form  
 that they understand the memo.  
 Date of completion - 9/30/87

II Review of Duplicate Invoice Report

The volume had increased significantly  
 from Jan-Mar 87. Invoice data was  
 listed as an identifier along with  
 vendor #, invoice # and amount. The  
 invoice date had been dropped  
 and volume increased.

9-2 P

WJ  
1/1/06  
JHP

Title: I/A Paricut

Action: Invoice rate was dropped  
in order to provide a broader coverage  
for identifying duplicate payments. No  
exclusion of the date has not identified  
any duplicate payments. The program  
and invoice date will be included  
again limiting the number of hours  
that will need to be reviewed by  
AP.

9-2 P

11/12/05  
JLP

Title: JTA Review

25-20 Residential & C/I ECR Program  
controls

Various smart meter controls have  
been established due to issuance/  
redemption of incentives certificates.  
FPL offers incentives for Gas meter ins,  
duct system and testing, Heating Ventilation  
and Air Cond (HVAC), C/I Building envelope,  
C/I Utility, Heating, Ventilation + Air (C/I)

Improvement opportunities  
• Better controls over the rejection of  
inspections

Recommendation: Customer Serv. Mgt. will  
restrict invoice processors from rejecting  
inspections or monitor the cancelled  
inspections.

Next Step: Cost Sv. agrees to work with  
IT to implement a restriction of the  
pending system to prevent invoice  
processors from changing the invoice  
status from "Hold for Inspection" to  
"Ready for Payment". This will be done  
as part of the work planned for migration  
to MIS

• Improve segregation of inactive, issued  
and payment vouchers

Next Response: IT will be requested to  
modify the issued and voucher by same  
user report such that the those mentioned  
jobs are excluded

FPI  
Energy Conservation (Cost Rec. Clause)  
RCA: 805-040-4-1 Dkt: D60002-BG  
TE: 12/3/03

KW  
6/20/04  
13-17

Title: JLA Review

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new CTS # over class for invoice processing

Recommendation: Field operations should create a new CTS # over class for invoice processors that restricts invoice processors to only CTS # concentrations necessary to perform their job responsibilities.

Response: This amendment will be made by JLA as part of the 2004 Review cycle.

7-3-03