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Public Service Commission

January 6, 2011

Mr. Paul Lewis, Jr.
Progress Energy Florida, Inc.
106 East College Avenue, Suite 800
Tallahassee, FL 32301-7740

Re: Docket No. 110001-EI; Capacity Cost Recovery Clause for the Period of January 1, 2010 through December 31, 2010; Audit Control No: 11-006-2-1

Dear Mr. Lewis:

The Florida Public Service Commission will conduct an audit, in accordance with Commission audit procedures. Access will be requested to documents and records of the utility and, if necessary, supporting records for affiliate company transactions that affect regulated operations. Ms. Linda Hill-Slaughter, the Tampa district office supervisor, will coordinate this audit. Ms. Hill-Slaughter can be reached at (813) 637-8672. Questions regarding the audit or audit staff should be directed to the district supervisor or myself. My phone number is (850) 413-6946.

The Audit Access to Records rule for each industry states: "In those instances where the utility disagrees with the auditor's assessment of a reasonable response time to the audit request, the utility shall first attempt to discuss the disagreement with the auditor and reach an acceptable revised date. If agreement cannot be reached, the utility shall discuss the issue with successive levels of supervisors at the Commission until an agreement is reached."

A formal report is expected to be issued for internal Commission use on May 27, 2011. A copy of the final report will be mailed to the company liaison listed on the Commission Mailing Directory.

Sincerely,

Handwritten signature of Clarence J. Prestwood in black ink.

Clarence J. Prestwood, Chief of Auditing
Office of Auditing and Performance Analysis

CP:ip

Cc: Office of Auditing and Performance Analysis (File Folder)
Office of Commission Clerk

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