



Florida Municipal Power Agency

Nicholas P. Guarriello
General Manager and CEO

Mr. Robert Hunzinger
General Manager
Gainesville Regional Utilities
301 SE 4th Avenue
Gainesville, FL 32601

Dear Bob:

As you know, FMPA has thus far represented the City of Gainesville, doing business as Gainesville Regional Utilities ("GRU"), as GRU's and the other municipal joint owners' and wholesale purchasers' agent in negotiations with Duke Energy Florida, Inc. concerning Duke's failed Crystal River Unit 3 plant. The negotiations are moving in a direction that I believe is productive, and I recommend that we continue those negotiations. Our legal team and staff costs continue to grow as our efforts continue, however, for this technically and legally complex undertaking. Thus, I am asking GRU to commit to an authorization of up to a total of \$110,000 for FMPA's efforts on GRU's behalf, inclusive of all amounts already incurred and paid by GRU for the Crystal River Unit 3 negotiations with Duke Energy Florida, Inc.

If GRU is in agreement with the authorization for it of a total of \$110,000 for Crystal River Unit 3 negotiations, please sign the authorization below and return it to me.

Sincerely,

FLORIDA MUNICIPAL POWER AGENCY

Nicholas P. Guarriello
General Manager and CEO

Approved and agreed as of this ____ day of July, 2013:

CITY OF GAINESVILLE, DOING BUSINESS AS,
GAINESVILLE REGIONAL UTILITIES

By: _____
Name:
Title: