

Robert L. McGee, Jr. Regulatory & Pricing Manager

One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax Ilmcgee@southernco.com

FILED NOV 16, 2016 DOCUMENT NO. 08837-16 FPSC - COMMISSION CLERK

November 16, 2016

Ms. Carlotta Stauffer Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0870

Re: Gulf Power Company Retail Rate Filing, Docket No. 160186-El

Dear Ms. Stauffer:

Attached is a copy of the correspondence along with the synopsis that was mailed to the chief executive officer of each municipality and county and the three main libraries within our service area.

Please contact me should you or your Staff have any questions.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Attachments

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

DOCKET NO. 160186-EI



SYNOPSIS

I. PURPOSE

Pursuant to Rule 25-22.0406(2)(d), Gulf Power Company is providing a synopsis of its rate review request.

II. COMPARISON OF THE PRESENT AND PROPOSED RATES FOR MAJOR SERVICES

Under Gulf's proposal, the following typical monthly bill increases would apply to the usage shown when the proposed new rates are put into effect on and after the first billing period in July, 2017.

A Residential Service monthly bill for the average customer (1,112 kWh) would increase from \$148.64 under the current rates to \$158.86, a 6.9 percent increase.

A small commercial General Service monthly bill for 1,500 kWh would increase from \$198.53 under the current rates to \$208.57, a 5.1 percent increase.

A General Service Demand monthly bill for 25 kW and 11,000 kWh would increase from \$1,098 under the current rates to \$1,137, a 3.5 percent increase.

A Large Power Service monthly bill for 500 kW and 288,000 kWh would increase from \$25,536 under the current rates to \$26,178, a 2.5 percent increase.

A Large Power Service monthly bill for 658 kW and 288,000 kWh would increase from \$27,903 under the current rates to \$28,918, a 3.6 percent increase.

A Large Power Service monthly bill for 1,315 kW and 288,000 kWh would increase from \$37,748 under the current rates to \$40,313, a 6.8 percent increase.

A Large Power Service Time-of-Use monthly bill for 5,000 kW on-peak demand, 600,000 kWh on-peak energy, 5,000 kW max demand, and 1,800,000 kWh off-peak energy would increase from \$222,600 under the current rates to \$230,270, a 3.4 percent increase.

III. MAJOR RATE CASE ISSUES

The issues listed below are anticipated by Gulf Power Company (Gulf or the Company) to be areas considered; however, it is difficult to anticipate all the issues which may develop during a rate case.

- 1. What is the appropriate test year for setting base rates?
- 2. What is Gulf's test year rate base?
- 3. What is Gulf's test year cost of capital?
- 4. What is Gulf's test year net operating income?
- 5. What is the appropriate cost of service methodology?
- 6. What are the appropriate rates for each customer class?

Specific issues in this case will be identified in a prehearing order issued prior to the hearing.

IV. EXECUTIVE SUMMARY OF THE RATE CASE

Gulf Power is continuing to invest in the long-term reliability of Northwest Florida's energy infrastructure. Securing the region's energy future requires a balanced energy mix that includes renewable energy and 24/7 sources like natural gas and low-cost coal that is cleaner than ever. Energy security also includes reliability. Continuous improvement in this area is critical to customer satisfaction.

Gulf Power Company's Petition, new rate schedules, testimony, and Minimum Filing Requirements (MFRs) are filed pursuant to Section 366.06(3), Florida Statutes. Gulf seeks new base rates and charges which, based upon projected operations during the period January 2017 through December 2017 ("the test year"), would provide additional gross annual jurisdictional revenues of \$106.8 million. This amount represents an 8.7 percent increase in retail revenues from sales of electricity. This revenue increase would allow for an overall rate of return of 6.04 percent and a return on equity (ROE) of 11.0 percent (the midpoint).

If the request for rate increase is granted, the price for an average residential customer buying 1,112 kilowatt hours of electricity in a month will increase in July, 2017 by \$10.22 or 6.9 percent over the current price of \$148.64. Gulf is also proposing to reduce the variable energy charge and increase the daily base charge for existing residential rates and is seeking approval of two new residential rate options.

The increased revenues sought by the Company are necessary to maintain efficient, reliable service and the Company's financial integrity. Without rate relief, the overall jurisdictional return earned in the test year would be only 3.34 percent, and the jurisdictional return on common equity would fall to 4.27 percent, which is well below the level determined to be reasonable by the Commission in Gulf's last rate case.

V. DESCRIPTION OF THE RATEMAKING PROCESS AND TIME SCHEDULE

- A. Who is involved in the utility ratemaking process?
 Many participants are involved in a utility rate case. Here is a list of some of the main participants:
 - 1. FPSC Commissioners The FPSC is composed of five commissioners appointed by the Governor. All five commissioners may sit on a rate case, or the case may be assigned by the Chairman of the FPSC to a panel of specific commissioners. The commissioners assigned to the case will make final decisions on all of the issues in the case based on the evidence received.
 - 2. FPSC Staff The commissioners are assisted by a staff which includes: attorneys who advise on legal issues; engineers who inspect utility sites and equipment; accountants who audit the utility's books and records; consumer affairs specialists who review complaints against the utilities; and rate and financial analysts who study financial and rate issues.
 - 3. The Utility Utility officers and staff, including accountants, rate analysts, engineers and others, testify and provide information about the utility, its operations and its revenues and expenses. The utility may also employ outside consultants as expert witnesses.
 - 4. The Office of Public Counsel The Office of Public Counsel (OPC) is appointed by the Legislature to represent the citizens of Florida in cases before the Commission. OPC has a staff of

- attorneys, accountants, rate analysts and financial analysts, and may employ outside consultants as expert witnesses. OPC participates in major rate cases, analyzes information filed by the utility, assists members of the public who wish to testify and provides expert witnesses on various issues in the case.
- 5. Intervenors Other interested parties representing consumer groups, industrial groups, commercial organizations, government entities and others participate in the ratemaking proceedings. An intervenor is someone who has been granted permission to participate as a party in order to represent a specific interest or point of view in the rate case through a petition to the Commission. Each intervenor has equal opportunity with the other parties and FPSC staff to ask questions, present testimony and cross-examine witnesses.
- B. What is involved in the ratemaking process? What information is considered?

The ratemaking process involves months of analysis of volumes of information regarding all aspects of a utility's operations.

1. The rate case process begins when the utility writes a letter to the FPSC notifying the Commission of its proposed "test year" and filing date. The test year is a 12-month period for which utility operating data will be examined during the rate case. The letter signals that the utility will likely ask for a rate review and an

- increase. The "test year" letter starts a process that will likely continue over the next ten to fourteen months allowed under the Florida Statutes for the Commission to investigate the case.
- 2. Next, the utility files its formal request for a rate review and increase. This request includes Minimum Filing Requirements (MFRs), which are required by the Commission's Rules. These MFRs contain hundreds of pages of figures and reports regarding the utility's expenses, investment and operations during the test year. The utility also files the testimony of its witnesses in support of the rate increase requested. The law requires that the utility carry the burden of proof and show why the requested increase is needed.
- 3. Before the ratemaking process concludes, the Commission will try to gather all significant information about the utility. The FPSC staff, OPC and any other intervenors will typically ask for additional information as the case continues. This data provides details about the utility's supplies, expenses, taxes, construction expenditures, depreciation and other operating and financial matters that are crucial to making a decision in the case. The Commission's auditors will review the utility's books and records and file their report. Additional testimony may be filed by the utility, the FPSC staff, OPC and any other intervenors.

- 4. Hearings an investor-owned utility cannot change its prices (up or down) without authority from the Commission, and rate case procedures provide for public hearings as part of the Commission's decision-making process. These hearings are governed by rules similar to those used by courts. Witnesses are sworn and subject to cross-examination. The final decision made by the commissioners must be based upon information presented during the hearings.
 - a. The first hearings are scheduled in the local service area to hear from customers. At these "service hearings" customers may tell the Commission about any service related issues they have experienced. This information may lead to the identification of issues that the Commission will investigate further as part of the case.
 - b. After time for investigation of all information, the Commission will hold additional hearings for detailed review of all technical, legal, and financial issues in the case. These hearings may last for several days. Witnesses from all parties, including the utility, the FPSC staff, OPC and any other intervenors, present testimony and are crossexamined. Among the things the Commission looks for are expenditures that could be considered unnecessary or imprudent. Such expenditures would be disallowed for ratemaking purposes, which means customers do not have

to pay for those costs. The hearings may be viewed online at the Commission's web site at:

http://www.floridapsc.com/Conferences/AudioVideoEventCoverage

- c. There are official transcripts of all hearings. Court reporters record the hearings, just like they do in a courtroom. These transcripts, and other official filings in this case, may be viewed online at the Commission's web site at:

 http://www.floridapsc.com/ClerkOffice/Docket using the following Docket Number: 160186.
- 5. After hearing, legal briefs are filed by the parties to summarize their positions. The Commission staff reviews the briefs and the record produced at hearing, and then produces a recommendation to the Commission that addresses each issue identified in the case.
- 6. The Commission then holds a Special Agenda Conference and votes on the issues, first on revenue requirements issues and then on rate issues. After the votes, Commission attorneys prepare a final order that reflects the Commission's votes and provides background for the case, the basis for each of the decisions reached, the new approved rates and the effective dates of the new rates. After the Commission order is issued, parties will have an opportunity to ask the Commission to reconsider its decision on the issues. After reconsideration, any party may appeal the final decision to the Florida Supreme Court.

GULF POWER COMPANY

2017 Retail Rate Review Schedule

(Docket No. 160186-EI)

Filing October 12, 2016

Service Hearings Pensacola

Thursday, January 26, 2017

6:00 p.m. CST

Pensacola State College

Hagler Auditorium

1000 College Boulevard

Note: Auditorium is at the corner of Underwood

Avenue and N. 9th Avenue Pensacola, Florida 32504

Panama City

Friday, January 27, 2017

10:00 a.m. CST

Florida State University-Panama City Campus

Holley Lecture Hall 4750 Collegiate Drive Panama City, FL 32405

Pre-hearing Conference March 6, 2017

Florida Public Service Commission

Betty Easley Conference Center, Room 148

4075 Esplanade Way

Tallahassee, FL 32399-0862

Hearing March 20 – 24, 2017

Florida Public Service Commission

Betty Easley Conference Center, Room 148

4075 Esplanade Way

Tallahassee, FL 32399-0862

VI. GULF POWER LOCATIONS AT WHICH COMPLETE MFRs ARE AVAILABLE FOR INSPECTION

- 1. Panama City 1230 E. 15th Street, Panama City, FL 32402
- Chipley
 1195 Jackson Avenue, Chipley, FL 32428
- Defuniak Springs
 1226 Circle Drive, Defuniak Springs, FL 32435
- 4. Crestview
 1655 S. Ferdon Boulevard, Crestview, FL 32536
- Niceville
 1057 E. John Sims Parkway, Niceville, FL 32578
- 6. Ft. Walton Beach 140 Hollywood Boulevard S.W., Ft. Walton Beach, FL 32548
- 7. Milton 5120 Dogwood Drive, Milton, FL 32570
- Pensacola
 418 W. Garden Street, Pensacola, FL 32501
- 9. Corporate Office 500 Bayfront Parkway, Pensacola, FL 32502





One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax Ilmcgee@southeinco.com

November 16, 2016

Mr. Edwin Eddy Gulf Breeze City Manager 1070 Shoreline Dr Gulf Breeze, FL 32561

Dear Mr. Eddy:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the rate request is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert S.M.C J. J.

md

Enclosure





One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax rlmcgee@southerncc.com

November 16, 2016

The Honorable Matt E. Danheisser Mayor of Gulf Breeze 1070 Shoreline Dr Gulf Breeze, FL 32561

Dear Mr. Danheisser:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Robert L. McGee, Jr. Regulatory & Pricing Manager

One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax Ilmcgee@southeinco.com

November 16, 2016

Mr. Eric W. Olson Pensacola City Administrator P O Box 12910 Pensacola, FL 32521

Dear Mr. Olson:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure





The Honorable Ashton J. Hayward Mayor of Pensacola P O Box 12910 Pensacola, FL 32521

Dear Mr. Hayward:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

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November 16, 2016

Gulf Power

Mr. Jack Brown Escambia County Administrator 221 Palafox Place Pensacola, FL 32502

Dear Mr. Brown:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure





Mr. Grover Robinson Chairman, Escambia County Commission 221 Palafox Place Pensacola, FL 32502

Dear Mr. Robinson:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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The Honorable Freddie W. McCall, Sr. Mayor of Century 7995 North Century Boulevard Century, FL 32535

Dear Mr. McCall:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Regulatory and Pricing Manager

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One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax rlmcgee@southernco.com

November 16, 2016

Mr. Brian Watkins Milton City Manager P O Box 909 Milton, FL 32572

Dear Mr. Watkins:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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The Honorable Wesley Meiss Mayor of Milton P O Box 909 Milton, FL 32572

Dear Mr. Meiss:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

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Regulatory and Pricing Manager

Robert L. M. S. J.

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One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax rlmcgee@southernco.com

November 16, 2016

Gulf Power

Mr. Lane Lynchard Chairman, Santa Rosa County Commission 6495 Caroline Street, Suite M Milton, FL 32570

Dear Mr. Lynchard:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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One Energy Place Pensacola FL 32520-0780 850 444 6530 tet 850 444 6026 fax Ilmcgee@southeinco.com

November 16, 2016

Mr. Tony Gomillion Santa Rosa County Administrator 6495 Caroline Street, Suite D Milton, FL 32570

Dear Mr. Gomillion:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert L. M. Sonf.

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One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax Ilmcgee@southeinco.com

November 16, 2016

The Honorable Gregory Brudnicki Mayor of Panama City P.O. Box 1880 Panama City, FL 32402-1880

Dear Mr. Brudnicki:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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The Honorable Ralph Hammond Mayor of Springfield 3529 East 3rd Street Panama City, FL 32401-6001

Dear Mr. Hammond:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

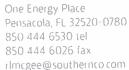
Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

md

Enclosure





The Honorable Lee Dell Kennedy Mayor of Chipley P.O. Box 1007 Chipley, FL 32428-7007

Dear Mr. Kennedy:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert I. M. Sent.

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Enclosure





The Honorable Alan T. Bush Chairman, Washington County Commission 1331 South Blvd. Chipley, FL 32428

Dear Mr. Bush:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

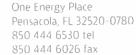
Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure



ilmcgee@southernco.com



November 16, 2016

The Honorable Danny Powell Chairman, Holmes County Commission 107 E. Virginia Avenue Bonifay, FL 32425

Dear Mr. Powell:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Robert L. McGee, Jr.

Regulatory and Pricing Manager

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One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax Ilmcgee@southernco.com

November 16, 2016

The Honorable Timothy "David" Hanes Chairman, Caryville City Council 4436 Old Spanish Trail Caryville, FL 32427-2159

Dear Mr. Hanes:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Regulatory and Pricing Manager

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One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax Ilmcgee@southernco.com

November 16, 2016

The Honorable Kenneth Stephens Chairman, Jackson County Commission 2864 Madison Street Marianna, FL 32448

Dear Mr. Stephens:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Regulatory and Pricing Manager

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One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax Ilmcgee@southeinco.com

November 16, 2016

The Honorable Victor Starling Mayor of Vernon P.O. Box 340 Vernon, FL 32462-0340

Dear Ms. Starling:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Regulatory and Pricing Manager

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Enclosure



One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax rlmcgee@southernco.com

November 16, 2016

Gulf Power

The Honorable Aggie Curry Mayor of Cambellton P.O. Box 38 Cambellton, FL 32426-7241

Dear Ms. Curry:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax ilmcgee@southernco.com

November 16, 2016

Gulf Power

The Honorable Hayward Thomas Mayor of Paxton P.O. Box 5200 Paxton, FL 32538-5200

Dear Mr. Thomas:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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One Energy Place Pensacola, FL 32520-0780 850 444 6530 tel 850 444 6026 fax Ilmcgee@southernco.com

November 16, 2016

The Honorable Margo Anderson Mayor of Lynn Haven 825 Ohio Avenue Lynn Haven, FL 32444-2351

Dear Ms. Anderson:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert I. M. Lee J.

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Enclosure





November 16, 2016

The Honorable Richard Musgrave Mayor of Parker 1001 West Park Street Parker, FL 32404-7129

Dear Mr. Musgrave:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert I. M. Sanf.

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Enclosure





November 16, 2016

The Honorable J. David Horton Mayor of Graceville P.O. Box 637 Graceville, FL 32440-0637

Dear Mr. Horton:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert L. M. San J.

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Enclosure



November 16, 2016

The Honorable Ronald B. Farrington Mayor of Ponce de Leon P.O. Box 214 Ponce de Leon, FL 32455-0214

Dear Mr. Farrington:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Robert L. M. Sant.

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Enclosure





November 16, 2016

The Honorable Bob Pelletier Mayor of Callaway 6601 East Highway 22 Callaway, FL 32404-9542

Dear Mr. Pelletier:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert J. M. Sarp.

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Enclosure



November 16, 2016

The Honorable Richard Woodham Mayor of Bonifay 301 North J. Harvey Etheridge Street Bonifay, FL 32425-2101

Dear Mr. Woodham:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert J. Mc Soup.

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Enclosure





November 16, 2016

The Honorable Mike Thomas Mayor of Panama City Beach 110 South Highway 79 Panama City Beach, FL 32413-2140

Dear Mr. Thomas:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure





November 16, 2016

The Honorable Michael G. Anderson Mayor of Fort Walton Beach 107 Miracle Strip Pkwy SW Fort Walton Beach, FL 32548-6614

Dear Mr. Anderson:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert I. Mc Sorp.

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Enclosure





November 16, 2016

The Honorable Scott Fischer Mayor of Destin 4200 Indian Bayou Trail Destin, FL 32541-4305

Dear Mr. Fischer:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure





November 16, 2016

The Honorable Chris Stein Mayor of Mary Esther 195 N. Christobal Road Mary Esther, FL 32569-1911

Dear Mr. Stein:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Polent J. M. Son p.

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Enclosure





November 16, 2016

The Honorable Robby Adams Mayor of Laurel Hill P.O. Box 158 Laurel Hill, FL 32567-0158

Dear Mr. Adams:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert L. M. Sonf.

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Enclosure





November 16, 2016

The Honorable Jean M. Hood Mayor of Cinco Bayou 10 Yacht Club Drive NE Fort Walton Beach, FL 32548-4436

Dear Ms. Hood:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure





November 16, 2016

The Honorable Randall R. Wise Mayor of Niceville 208 Partin Drive North Niceville, FL 32578-1244

Dear Mr. Wise:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Polent I. M. Sarp.

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Enclosure



November 16, 2016

Gulf Power

The Honorable Gary Combs Mayor of Shalimar 2 Cherokee Road Shalimar, FL 32579-1287

Dear Mr. Combs:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

Robert L. W. Sent.

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Enclosure





November 16, 2016

The Honorable Robert Campbell Mayor of DeFuniak Springs P.O. Box 685 DeFuniak Springs, FL 32435-0685

Dear Mr. Campbell:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure





November 16, 2016

The Honorable David E. Cadle Mayor of Crestview P.O. Box 1209 Crestview, FL 32536-1209

Dear Mr. Cadle:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure





November 16, 2016

The Honorable John B. Arnold, Jr. Mayor of Valparaiso 465 Valparaiso Parkway Valparaiso, FL 32580-1274

Dear Mr. Arnold:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

md

Enclosure





November 16, 2016

Gulf Power

Mr. Robert "Bob" Majka, Jr. **Bay County Manager** 840 West 11th Street Panama City, FL 32401

Dear Mr. Majka:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure



November 16, 2016

📤 Gulf Power

Mr. John Hofstad Okaloosa County Administrator 1250 N. Eglin Parkway, Suite 102 Shalimar, FL 32579

Dear Mr. Hofstad:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure



November 16, 2016

Gulf Power

Mr. Larry Jones Walton County Administrator 76 North 6th Street DeFuniak Springs, FL 32433

Dear Mr. Jones:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

md

Enclosure





November 16, 2016

Ms. Robin Shader NWRLS Director Bay County Public Library 898 West 11th Street Panama City, FL 32401

Dear Ms. Shader:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the three main libraries in our service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

md

Enclosure



November 16, 2016

Mr. Todd Humble Library Director West Florida Public Library 239 North Spring Street Pensacola, FL 32502

Dear Mr. Humble:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the three main libraries in our service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

md

Enclosure





November 16, 2016

Ms. Patricia Gould Library Manager Fort Walton Beach Library 185 Miracle Strip Parkway, SE Fort Walton Beach, FL 32548

Dear Ms. Gould:

RE: Gulf Power Company Retail Rate Filing

On October 12, 2016, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$106,782,000. In accordance with FPSC Rule 25-22.0406, "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the three main libraries in our service area.

Sincerely,

Robert L. McGee, Jr.

Regulatory and Pricing Manager

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Enclosure