	FILED FEB 10, 2017 DOCUMENT NO. 018 FPSC - COMMISSION				
1		BEFORE THE			
2		PUBLIC SERVICE COMMISSION			
3	In the Matter of:				
4		DOCKET NO. 160186-EI			
5	PETITION FOR RATE I	INCREASE BY			
6	GULF POWER COMPANY	/			
7					
8		DOCKET NO. 160170-EI			
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10	PETITION FOR APPROV				
11	DEPRECIATION AND DISMANTLEMENT STUDIES, APPROVAL OF PROPOSED				
12	DEPRECIATION RATES AND ANNUAL DISMANTLEMENT ACCRUALS AND PLANT SMITH UNITS 1 AND 2 REGULATORY ASSET AMORTIZATION,				
13					
14	BY GULF POWER COMPA	<u>/</u>			
15					
16	PROCEEDINGS:	SERVICE HEARING			
17	COMMISSIONERS PARTICIPATING:	CHAIRMAN JULIE I. BROWN			
18		COMMISSIONER ART GRAHAM COMMISSIONER RONALD A. BRISÉ			
19		COMMISSIONER JIMMY PATRONIS COMMISSIONER DONALD POLMANN			
20	DATE:	Friday, January 27, 2017			
21	TIME:	Commenced at 10:00 a.m. CST Concluded at 12:31 p.m. CST			
22					
23	PLACE:	FSU Panama City Campus Holley Lecture Hall Panama City, Florida 32405			
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25	REPORTED BY:	LINDA BOLES, CRR, RPR Official FPSC Reporter (850) 413-6734			
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APPEARANCES:

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JEFFREY A. STONE, ESQUIRE, Beggs & Lane, P.O. Box 12950, Pensacola, Florida 32591-2950, appearing on behalf of Gulf Power Company.

J.R. KELLY, PUBLIC COUNSEL; and STEPHANIE MORSE, ESQUIRE, Office of Public Counsel, c/o the Florida Legislature, 111 W. Madison Street, Room 812, Tallahassee, Florida 32399-1400, appearing on behalf of the Citizens of the State of Florida.

ALISA COE and BRADLEY MARSHALL, ESQUIRES, Earthjustice, 111 South Martin Luther King Boulevard, Tallahassee, Florida 32301, appearing on behalf of League of Women Voters of Florida, and Southern Alliance for Clean Energy.

KEITH HETRICK, GENERAL COUNSEL, and KELLEY CORBARI, ESQUIRE, FPSC General Counsel's Office, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, appearing on behalf of the Florida Public Service Commission Staff.

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PROCEEDINGS

CHAIRMAN BROWN: All right. Today is Friday, January 27th, and I wanted to welcome you all to this customer service hearing in the Gulf rate case proceeding. My name is Julie Brown, and I have the honor and privilege of being Chair of the Florida Public Service Commission. And I have to tell you, I love Panama City. It's the second time in my lifetime being here, and it's just one of the most beautiful places around the state. So thank you for having us, and I want to thank the college for hosting us here.

With me today are all of the Commissioners, although one Commissioner has stepped out, and I'd like to give them an opportunity to introduce themselves, starting with the native, Commissioner Jimmy Patronis, from Panama City.

COMMISSIONER PATRONIS: Thank you, Chairman, and thank y'all all for attending today. Your testimony will be all listened to by the Commission. Any questions that we might want to throw your way that might be thought up by your facts you bring up or concerns you bring up, we'll take note. But thank you for taking time out of your busy schedules to be a part of this. And thank you to Randy Hanna and the folks at Florida State that allowed us to use their beautiful

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facility.

COMMISSIONER GRAHAM: Good morning. My name is Art Graham, and I'm actually very glad to see you all here. I know you're taking this time out of your busy day, and so it's very important for the facts that you want to bring before us, to articulate those facts. I know that three minutes is going to feel like a short period of time, but we have a lot of people we need to get through, and we don't want to drag you guys out here to 2:00 or 3:00 in the afternoon. So we look forward to hearing what you have to say. Thanks.

COMMISSIONER BRISÉ: Good morning. My name is Ronald Brisé, and I'm glad to be here with you. We're here simply to hear what's on your mind. So thank you. This is your hearing, and we are so pleased to be up here in nice, warm, sunny Panama City.

CHAIRMAN BROWN: I don't know about warm. (Laughter.)

Staff counsel, will you please read the notice.

MR. HETRICK: Thank you, Chairman Brown. By amended notice issued on December 22nd, 2016, this time and place has been set for a customer service hearing in Docket No. 160168-EI, petition for rate increase by Gulf Power Company.

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CHAIRMAN BROWN: Thank you. At this time, we'll take appearances of counsel, starting with the petitioning company, Gulf Power.

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MR. STONE: Commissioner, I'm Jeffrey A. Stone of the Law Firm Beggs & Lane, and I'm pleased to serve as general counsel of Gulf Power Company.

CHAIRMAN BROWN: Thank you. Office of Public Counsel.

MR. KELLY: Good morning. Hello. Is this on? Good morning. My name is J.R. Kelly. I'm here with Stephanie Morse, and we are with the Office of Public Counsel, and we represent you, the customers of Gulf Power.

14 CHAIRMAN BROWN: Thank you. Sierra Club. Is
15 Sierra Club here?

COMMISSIONER GRAHAM: No.

CHAIRMAN BROWN: SACE, League of Women Voters. AUDIENCE SPEAKER: Excuse me.

CHAIRMAN BROWN: No sir.

20 SPEKAER: If nobody else speaks, I will be a 21 voice for them.

CHAIRMAN BROWN: Sierra Club -- I mean, pardon
 me, SACE and League of Women Voters.

MS. COE: Good morning, Commissioners. My name is Alisa Coe. I'm here with Bradley Marshall.

We're from the organization Earthjustice, and we represent the League of Women Voters of Florida and the Southern Alliance for Clean Energy.

CHAIRMAN BROWN: Thank you. Is there counsel here for Sierra Club?

(No response.)

Seeing none, staff.

MR. HETRICK: Yes. General Counsel Keith Hetrick with the PSC and Senior Attorney Kelley Corbari.

CHAIRMAN BROWN: Thank you so much. And as Commissioners have indicated, this is your customer service hearing. It's designed to hear from you directly about your thoughts, comments, concerns about service quality, any issues you may have about the proposed rate case. And we're very excited to hear from you. We just had one last night in Pensacola. We heard from 59 customers. And this is a very integral part of the overall rate case proceeding, so we appreciate you taking the time out.

I'd like to note that there are customer service representatives here today from Gulf Power -- I believe Ms. Sandy Sims is here, if she could wave her hand -- who are here to address any customer service issues or billing issues you may have. We also have Public Service Commission staff members who are here to

also address any issues you may have. And if you have -- if you come up during the time that you have to speak and you have a question, please feel free to reserve those for after, and the staff will give you ample time.

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I do want to go over for the record the staff members from the Commission who are here today. We have from our accounting and finance department, Bart Fletcher; from our economics department, Elisabeth Draper; engineering, Tom Ballinger; legal, you heard our General Counsel, Keith Hetrick, and Senior Attorney Kelley Corbari; our PIO office, who helped signed you in, Ms. Cindy Muir and Kelly Thompson; our court reporter is here today, Linda Boles; Clerk's office, Rachel Arnold; and our IT department, Chris Church, Mimi Hearn, Conrad Howard.

This is an official hearing, which means that we have a court reporter here who is transcribing it. And as such, it will become part of the official record in this proceeding. You will need to be sworn in, and we'll do that in just a few moments. And by doing that, that means that you are subject to cross-examination by any of the Commissioners or the parties here today.

We appreciate the professional nature of these proceedings and ask you to please be respectful and

courteous to your neighbors who took the time to come out here. So please refrain from shouting, clapping, all those, as it interferes with the transcription of this proceeding.

At this time, I'd like to ask you to please silence your electronic devices so as not to interfere with the flow of this proceeding.

If you do plan on speaking today, you may have noticed the sign-up sheets up front. Please make sure that you've done that. Whether you would like to make comments orally today or in writing -- you can go ahead and submit written comments and you can leave them here today with us or even mail them in. But whether they're presented today here verbally or in writing, they will be given equal weight and become part of the docket. So we appreciate that.

If, during the course of the hearing, another customer has said something that you absolutely agree with, please feel free to say ditto, and we'll give that equal consideration as well.

And now I'd like to invite the parties to the proceeding to give brief opening statements. And before that, I just want to give Commissioner Polmann an opportunity to say hello.

COMMISSIONER POLMANN: Good morning. My name

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is Don Polmann. I appreciate everyone being here, look forward to your comments. And my apologies for being confused about the road being closed. Sorry I'm late.

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CHAIRMAN BROWN: Thank you. Welcome.

So at this time, we will invite the parties, starting with Gulf Power, to give brief opening statements. Gulf Power will have six minutes; Office of Public Counsel will have six minutes; Sierra Club is not here today, but we know we have customers in the audience who represent them; and SACE and League of Women Voters will have a combined five minutes. So with that, we'll start with Gulf Power.

MR. STONE: Thank you, Chairman Brown. And I have a few procedural matters to take care of before I introduce Mr. Connally.

First, I'd like to thank you for advising the audience that Ms. Sims and her staff and customer service representatives are here. If any of our customers have service-related issues, Ms. Sims will help them get in touch with our customer service representatives so they can address those issues directly.

Next, I will remind the Commission and inform the audience that last night I handed out an affidavit addressing efforts that Gulf has undertaken pursuant to

the rules and pursuant to your order regarding notice to our customers for the service hearings being held yesterday in Pensacola and today here in Panama City, as well as the technical hearing scheduled in March. That is a composite exhibit, and it consists of the affidavit and three attachments. Attachment A is the case synopsis that was approved by the FPSC staff for distribution, and the affidavit deals with what has been done with that synopsis. Attachment B is the customer notice also approved by the staff, and the affidavit details how that notice was distributed through the mail. And finally, Attachment C consists of affidavits of publication from the various newspapers in which Gulf published the staff-approved display ad noticing this service hearing as well as the one in Pensacola last night.

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Now pursuant to the notice, the company is required to give a brief summary of the case, and when you're ready, Mr. Connally will be making that presentation on behalf of the company.

CHAIRMAN BROWN: Thank you. And we are ready at this time. And I do want to just note for the record that that composite exhibit is numbered as Exhibit 2.

24 (Exhibit 2 previously marked in Pensacola25 service hearing.)

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Mr. Connally, welcome.

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MR. CONNALLY: Commissioners, thank you. Chairman, thank you. If it's okay with you, I would like to face the crowd a little for my comments.

CHAIRMAN BROWN: Sure.

MR. CONNALLY: So, first of all, I'm Stan Connally. I'm the President and CEO of Gulf Power Company. Thank you for allowing me the chance to speak here.

I want to speak directly to our customers first. Thank you for being here. As the Commissioners and my counsel has already indicated, this is a really important and healthy part of the process, to hear from you about what we're asking this Commission to consider in terms of our rate review. And I sincerely want you to know we're listening to your feedback too. This is obviously for the Commissioners to hear from you, but my Gulf Power teammates and I are listening as well and we want to gather that feedback.

Commissioners, again, thank you for being here. This is a great town, a great part of our service area. You've given us the honor and privilege of serving this community for close to 90 years now, and we don't take that lightly. And your engagement with us makes us better; we know that.

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Look -- I do have a few teammates. Quickly, I want to -- you've already met Sandy Sims, but I've got a number of other teammates. I've got a couple of our line workers here with us in the back. If they'll just lift their hand. I'm proud to have them alongside me. They represent the men and women on the front lines of this company that get it done day in and day out. Also honored to have a retiree right here in front of me. 47 years that he dedicated to this community and to Gulf Power Company. I'm proud he's here as well.

We want to hear from you. We also have that customer service room, as you mentioned, and I hope you'll give us the opportunity to serve you there if there's something specifically we can talk about.

But we are here to talk about this Commission's review of our rates and our request for an increase. And I want you to know we don't take anything lightly about that request or the decision to make that request. And, in fact, we're very proud that over the last couple of years we've worked hard to deliver some price decreases. Both in January of '16 and '17 we delivered price decreases related to our fuel expense. But we know this increase is not an easy conversation, and we don't take that lightly.

There are a couple of really important areas

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that relate to the increase request that we've made that I do want to highlight for you real quickly. We take it very seriously. Planning for the energy future of northwest Florida, planning 20, 30, 40 years out, and in doing so, we think there's a couple of critical components.

A balanced energy mix, making sure that we have a variety of fuels to fuel your future in our generating plants and, as well, incorporating renewable energy into that. As such, we are rededicating a very reliable and economic around-the-clock, reliable generation resource that is part of this conversation that we're having with our Commission. When you couple that with the renewable generation we've added over the last few years, we think that creates a very balanced energy mix of the future. And that provides you with reliability and price stability as well.

We've also been investing in our electric grid, our transmission lines, our distribution lines for the long term, making sure that they're reliable and producing for you fewer and shorter outages over that long term. Those two things together we think produce a secure energy future, and that is, in large part, what our conversation with this Commission is about in terms of the increase.

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Separate from the increase but also part of the conversation is an improved pricing structure. It's improved because it better aligns our costs with our price, but it also is improved because it delivers more predictability and choices for you. It includes some new rate options that are -- help customers that want to be more aggressive with their energy management or invest in things like rooftop solar. It has some energy efficiency and conservation programs along with it, as well as a low-income credit for those customers that might qualify for that credit. So that is also a part of this conversation.

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But above and beyond all that, I just want to say we're always looking for a way to serve you better. We hope to hear some of those ideas today. We refer to it as service that fits your life. Not necessarily the way we think about doing business but the way you think about doing business with us, and we want to find more and more ways to do that.

So thank you for allowing me to speak. Customers, thank you for being here. I'll be around all day listening to your comments. And, again, we look forward to hearing from this team. Thank you.

> **CHAIRMAN BROWN:** Thank you, Mr. Connally. And at this time, we will be hearing from

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Office of Public Counsel, Mr. J.R. Kelly.

MR. KELLY: Thank you, Madam Chair.

Good morning, everybody. Again, my name is J.R. Kelly. I'm with the Office of Public Counsel, and my office has the privilege and honor of representing you, the customers of Gulf Power. We represent residential customers, commercial customers, as well as the governmental customers, basically everybody that takes service from Gulf Power.

We're here today because Gulf has filed a petition to raise their base rates by \$107 million annually. That represents about a 17.9 percent increase for all ratepayers. For residential ratepayers, for an average customer that uses a thousand kilowatt-hours a month, that's a 25 percent increase over what you're paying today.

Now to begin, Gulf is given a monopoly area in which to provide service to its customers. In return, they're required to provide safe, adequate, and reliable service to you, its customers. In addition, they're allowed to recover reasonable and prudent expenses as well as earn a reasonable and fair return on their investments. We've intervened in this case, we've hired several nationally accepted experts, and we've identified several areas, and we filed testimony a

couple of weeks ago -- excuse me -- identifying those issues that we do not believe Gulf has met its burden to prove they're entitled to any increase. And I'll discuss just a few real quickly.

First is excess profit. Gulf is asking for an 11 percent return on equity. We believe that's excessive, it's not warranted in today's economy, nor is it on par with what other state commissions are awarding around the United States, which is substantially below 10 percent. Our expert is a nationally and internationally accepted expert from Penn State University. He provided testimony, and he is recommending an 8.875 return. To put it in perspective, the difference between what we're recommending and what Gulf is recommending would represent \$29 million less a year that you would pay in rates.

Another issue is what is known as the Scherer coal plant. That's a coal plant in which Gulf owns a portion of, and it's located up in Georgia. This plant was built in the '80s. And since it came on service, it has been providing power to wholesale customers. Gulf makes money on selling it to wholesale customers. Now they want to include that plant in the rates that you pay to retail customers even though the plant has not provided any power to retail customers in over 30 years.

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The bottom line is our analysis shows that Gulf has not met its burden to show that there is a need for this plant until the year 2023. That's six years from now, yet they want to put it in today's rates that you would pay for.

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In addition, Gulf has admitted they did not do any kind of an analysis that would confirm that this would be the most cost-effective option for including this in the rates that you pay. An additional -- excuse me -- in addition, if it is allowed in the rates, you will become responsible for any environmental costs and cleanup charges that would come about as a result of any governmental regulations. Obviously we're opposing this request. And if the Commission agrees with our position, your rates would be reduced or -- excuse me --Gulf's request would be reduced by \$19 million, and your overall rate you would pay would be reduced by another \$14 million in environmental costs that they would ask you to pay for annually.

In addition, just a few other highlighted items that our accounting expert has identified, is we believe Gulf has asked for \$23 million too much in salaries and benefits. Since 2013, Gulf has consistently reduced its workforce. As a matter of fact, on their books they budgeted anywhere from 86 to

120 positions more than they've actually employed, yet their own expert has testified in this proceeding that their reliability has remained the same. Therefore, what is the need for additional employees? We believe that this is an excessive request and we are contesting that.

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In addition, there's \$8 million, we believe, in excessive requests that are being paid from Gulf to its parent company, Southern, which is located in Georgia, and another \$2- or \$3 million that they're asking you to pay for for vacant land and some other expense items we do not feel are warranted.

The bottom line is our expert has testified that Gulf should not receive any increase, but more importantly, their rate should be reduced by \$2 million a year.

The bottom line today, folks, this is your meeting. It's not my meeting. It's not the Commission meeting. It's not Gulf's meeting. This is the customer meeting. I encourage each and every one of you to please take the opportunity, come up here and speak and give your comments to the Commission. This is extremely important, as Chairman Brown said. It's a very, very important part of our process. And it's important that you share any concerns, any comments, good, bad, it

doesn't matter, but take the opportunity because this is your meeting today.

I really appreciate you taking time out of your busy schedules to come today. I know many of you are missing work. But, again, it's important. And take this opportunity seriously, and I look forward to hearing your comments. Thank you.

CHAIRMAN BROWN: Thank you, Mr. Kelly.

And now we'll invite counsel for SACE and the League of Women Voters to present some brief opening comments.

MS. COE: Thank you.

Good morning. My name is Alisa Coe and, along with Mr. Marshall, I represent the Southern Alliance for Clean Energy, an organization that works to promote clean energy and avoid building costly new power plants. We also represent the League of Women Voters of Florida, a non-partisan organization that has worked on initiatives to make solar energy affordable for all. They have three chapters here in Gulf's territory, including the Pensacola Bay Area Chapter, the Okaloosa County Chapter, and the Bay County Chapter, and we have some of the members here with us today.

The vast majority of Duke's residential customers have two parts to their bills. There's a

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customer charge and there's an energy charge. The customer charge is fixed. You pay it no matter what. The energy charge is based on the amount of energy that you're consuming. Gulf Power has the highest customer charge in the state of Florida. It is the highest in the state of Florida. So those of us here today who are visiting from Tallahassee like myself, we pay \$7.41 a month. Jacksonville is paying \$5.50 a month. The folks down in Duke's territory, they're paying \$8.76 a month. And the folks down south in FP&L's territory are at \$7.87 a month. You folks already pay about \$18 a month. They are asking to triple that, nearly triple it to \$48 a month. That is a 155 percent increase and it's unprecedented.

There is nothing customers can do to decrease their usage, which means that for the vast majority of people, their bills are going to go up. And the exception is the highest energy users. And for folks who have already taken measures to keep their energy low, to keep their bills low by putting in place measures like additional insulation or switching to new lightbulbs, getting more efficient appliances, keeping the house warm during the summer and cold during the winter, they're going to be hit the hardest.

So, for example, if you are a customer using

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500 kilowatt-hours a month, which is low, you're going to see your bill go up \$20 a month. That's hundreds of dollars a year, a 27 percent increase. And even if you cut your energy use to nearly half, to 300 kilowatt-hours a month, you will still pay a higher bill. You know, that's a heavy lift for people. And if you're on a fixed income, like many of our seniors and military, you know, that's too much of a burden. And at the same time, we have Gulf asking to increase its return on equity or profit margin from 10.5 percent to 11 percent. We just don't think that's acceptable.

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This rate hike is unprecedented and it's unfair. I look forward to hearing your comments, and I thank you for all -- all for coming out today. Thank you.

CHAIRMAN BROWN: Thank you, counsel.

A few things that I was remiss in not sharing with you before. This proceeding is being live-streamed and available on the Commission's website. It is -- we also -- as mentioned earlier by counsel, there will be a technical hearing in which the Commission takes the substance and the evidence of the case, and that is subject -- that is scheduled for March at a week-long proceeding in Tallahassee, which will also be live-streamed. The decision in this proceeding will

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come sometime around May. Also I wanted to mention our Executive Director, Mr. Braulio Baez, is also here. So those three additional facts before we get into some brief overview of how it works here.

We want to give every customer an opportunity to speak. And with that, each customer will be given three minutes to speak. We will be swearing you all in together in just a moment. When -- the lights are up here that kind of guide you right in front of me, and you'll be able to see them when you come to the podium. When they get to yellow, you have about 30 seconds. When you get to red, we expect you to wrap up and stop. And unfortunately I'm going to have to stop you at that time because we want to have as many people speak as possible here today.

And the Office of Public Counsel, Mr. J. R. Kelly, will be calling your name up when it's your turn to speak in the order in which you've signed up. He'll be calling two names up at a time. And so please be aware, if your name is called up, to be ready to come up as soon as the next speaker.

And at this time, I'm going to ask those customers who are here today who would like to present testimony before us to stand with me and raise your right hand.

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Do you swear or affirm to provide the truth in this proceeding?

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(Chorus of affirmative responses.)
(Witnesses collectively sworn.)
Thank you. Please be seated.

All right. When you come to the microphone, please be sure to state your name, your telephone number, your address, and state whether you're a Gulf customer. Again, your verbal comments are being transcribed by -- our court reporter is here. So if you'd please speak slowly and clearly, and please avoid clapping, shouting, or interrupting. Again, appreciate the professional nature of this proceeding.

Mr. Kelly, if you're ready to call your first customer.

MR. KELLY: Yes, Madam Chair. The first speaker is Mr. Patrick Altier, followed by Hiba Rahim.

CHAIRMAN BROWN: Good morning.

MR. ALTIER: Good morning, Commissioners. I appreciate the opportunity to speak. My name is Patrick Altier. My phone number is (352)351-1333, and I'm from Ocala, Florida, President of the Florida Solar Energy Industry Association.

And I have to admit the reason I get to speak first is because I forgot there is a time change coming

across the Panhandle. So when I looked at my watch this morning, it was a little earlier than it really was, but the folks from the PSC were very accommodating. So up early this morning.

I'm a small business owner, contractor, and President of FlaSEIA, which is the Florida Solar Energy Industry Association. And simply the request by Gulf Power should not be allowed to pass. Our concern is this aggressive rate request targets low income, elderly, environmentally conscious, all in the name of profits for Gulf Power's shareholders and executive bonuses. If you don't use one kilowatt-hour, you'll still pay \$48 per month directly into the coffers of Gulf Power. Gulf Power is effectively saying, "Whether you buy my product or not, you're still going to pay me."

An increase to the base rate will negate any energy efficiency investments or conservation efforts by consumers. This proposed change is a clear attack on the will of people who voted no on Amendment 1, which was supported and funded by Gulf Power and uncovered later as a -- an amendment intended to deceive the Florida voters.

Gulf Power has tried to circumvent the will of the Florida voter by imposing a higher base rate with an

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000027 increase of over 150 percent to protect their monopoly 1 and increase their profits. This proposed change will 2 hurt Florida citizens, businesses, with the only winner 3 being Gulf Power. We encourage you to stop this rate 4 5 increase. Thank you. CHAIRMAN BROWN: Thank you for your testimony 6 7 and for taking time to drive up here. Commissioners, any questions or comments? 8 9 COMMISSIONER POLMANN: Yes. CHAIRMAN BROWN: Yes, Commissioner Polmann has 10 a question for you, sir. Right over here. 11 12 MR. ALTIER: Yes, sir. 13 COMMISSIONER POLMANN: How did you come upon interest in this particular docket? 14 15 MR. ALTIER: As an industry professional and President of FlaSEIA, we represent Florida contractors 16 17 across the state of Florida. A change to the base rate would adversely affect contractors in this area who are 18 members of our organization. 19 20 COMMISSIONER POLMANN: Follow-up? 21 CHAIRMAN BROWN: Sure. 22 COMMISSIONER POLMANN: Is it a normal practice 23 of your organization to have interest or become involved in electric utility hearings around the state for other 24 25 utilities?

MR. ALTIER: It is. If it would adversely affect our membership, we certainly want to participate. We've participated in four other rate hearings, and we've had more favorable outcomes with, you know, the municipals and the co-ops who had made some changes that adversely affected membership.

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COMMISSIONER POLMANN: Thank you.

CHAIRMAN BROWN: Thank you, Commissioner. Commissioner Patronis.

COMMISSIONER PATRONIS: Thank you, Chairman. I'm just -- how many members do you have in the Gulf Power footprint?

MR. ALTIER: We have 13 members in the Gulf Power footprint. And, of course, that number, it increases when you look at other people in the solar supply chain, the people who register permits and all the different people who are involved that are not direct members of our organization.

19 CHAIRMAN BROWN: Thank you. Thank you for20 your testimony.

MR. ALTIER: Thank you.

CHAIRMAN BROWN: Next customer.

MR. KELLY: After Ms. Rahim will be Ella Sue Polite.

CHAIRMAN BROWN: Good morning.

MS. RAHIM: Good morning. Good morning, Chairman Brown, Commissioners, parties, ladies and gentlemen. Thank you for the opportunity to speak to you today. I -- my name Hiba Rahim, H-i-b-a R-a-h-i-m. My telephone number is (850)890-2627. And my address is 2896 Tupelo Drive, Panama City, Florida 32405.

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I am a Gulf Power customer. I've been in Panama City since I was eight years old. I left for a long time, and then I came back a few years ago. And, of course, I've been a Gulf Power customer ever since because that is my only option.

I also represent the League of Women Voters here today, and I'm here to represent many voices, the first is my own. I -- my family and I, of course, we use electricity, we pay money. And we probably use just a little bit slightly above average, but that's because we conserve. You know, we could use a lot more. I have a family of six. We could certainly use a lot more, but we try to be environmentally conservative. I teach my kids to turn off the lights; we turn down the air-conditioning, you know, in the summertime; and we down the heater in the winter. And what this policy effectively would do is it would punish us for being environmentally conscientious, and we find that grossly unfair.

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And, of course, you know, we also are considering solar, we're considering installing solar panels. And, of course, that wouldn't -- that wouldn't encourage us to do so because, again, you know, it doesn't give the advantages that we would hope for by installing solar panels. So it's punishing us for being environmentally responsible.

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But I'm here also to represent another voice, and that is the voice of many, many members of Bay County. Out of the 450,000 people that Gulf Power provides service to, there is a large percentage of those families who are low income, and low-income families generally use lower energy. And so those people would be punished, and we find that unfair. You know, how would you explain to those families that a company with such a high profit margin is going to increase our base rates with 155 percent? This proposal, you know, it targets those who really would be hurt the most by such a rate increase. And I feel like, you know, as Public Service Commissioners, it's our (sic) duty, and we certainly have a lot of hope and trust in you to uphold that duty and think about the people who are going to be most impacted by this. A lot of things govern our decision-making and I understand that. But, you know, when it comes to long-term

planning like the gentleman was discussing earlier, it's unfair to take from that long-term planning and have it come out of the people's pocket; whereas, you know, we heard of a 10.5 percent return on equity. CHAIRMAN BROWN: You have ten seconds left. MS. RAHIM: So, again, I hope that, you know -- Commissioner Patronis, you're highly recognized for your outstanding leadership here, and the rest of you as well, we hope that you take the people into consideration in making your decision. Thank you very much. CHAIRMAN BROWN: Thank you for your testimony. Commissioner Patronis, any comments on that? COMMISSIONER PATRONIS: No. CHAIRMAN BROWN: Thank you. COMMISSIONER PATRONIS: Ditto. CHAIRMAN BROWN: Ditto? Thank you. Next customer, please. MR. KELLY: After Ms. Polite will be Keith Russell. MS. POLITE: I am Ella Sue Polite. My number is 785-9294. And I am an 81-year-old lady, and I am having a problem as it is already keeping -- paying bills from one month to the other one. And I think \$14.85 per month added to my light bill will be an extra

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burden on me.

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And on this paper, it says after the raise to Gulf Power, the bill would run about \$158.86. I already pay more than this for my light bill. And it will be an extra burden to me, and I pray that you all would not authorize Gulf Power to have a raise at this time. Thank you.

> CHAIRMAN BROWN: Thank you for your testimony. Commissioners, any questions? Seeing none -- thank you, Mr. West, too. Next customer.

MR. KELLY: After Mr. Russell is Mary Thieme. CHAIRMAN BROWN: Good morning.

MR. RUSSELL: Good morning. Thank you. My name is Keith Russell. I live at 1106 Drake Avenue. My phone number is (662)415-7005.

I just wanted to take the opportunity to tell you, first of all, I've been -- since -- I've been here since 2009. Gulf Power Company is a very good company. They're very friendly. The staff is very knowledgeable. The increase rate is pretty steep for me. I have five different meters right now in my name, and that's a pretty big blow with the taxes that we're paying from Panama City anyhow.

And I didn't really realize the information

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1	until I heard the counsel talk. I hope all that's not
2	true. But if that is, it's kind of a shameful thing to
3	try to pass off \$15 a month on everybody's bill. But I
4	just basically wanted to come up and say my piece, and
5	that was it. Thank you.
6	CHAIRMAN BROWN: Thank you, Mr. Russell. You
7	said that you have five different meters. Is that five
8	different properties or
9	MR. RUSSELL: Yes, ma'am.
10	CHAIRMAN BROWN: Okay. Thank you.
11	Commissioners, any questions?
12	Thanks for your testimony.
13	MR. RUSSELL: Thank you.
14	MR. KELLY: After Ms. Thieme is Fred
15	Beauchemin.
16	CHAIRMAN BROWN: Good morning.
17	MS. THIEME: Does that work? Okay. My name
18	is Mary Thieme. I live 220 Allen Avenue, Panama City
19	32401. I'm a Gulf Power Company customer and a member
20	of the Bay County League of Women Voters.
21	I moved here when I retired in 1999, 2000.
22	You can do the arithmetic. I live in a small house with
23	a tree-shaded yard. When I moved here, I added
24	insulation in my attic, and I use energy-saving
25	lightbulbs, turn the lights off when not in a room,

power off for TV when not in a room, and the same with computers. I use all energy-saving lightbulbs. In the winter, I lower my thermostat to 65 to 68 at night, 70 to 74 during the day. In the summer, I use ceiling fans. Air-conditioning is usually only on in the afternoon and off at night, and I set it back when I'm going out of town. I set the thermostat back when I'm going out of town.

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I looked at the energy charges on my past year's bill, and there's only one month in 2016, which was March, when I used enough to benefit from the change in the rates. Eleven months it would have cost me more with the rate change.

And I'm concerned -- I suppose I represent a lot of elderly retired people, and I'm concerned too that Gulf Power is wanting to make us pay for things that are not going to go in until we're probably long gone, and I don't think that's appropriate.

And I'm also concerned about the fact that low-income people will be targeted particularly. And that's really all I have to say.

CHAIRMAN BROWN: Thank you, Ms. Thieme. Commissioners, any questions? Thank you, again. The next customer. MR. KELLY: After Mr. -- is it Beauchemin or

Beauchemin?

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MR. BEAUCHEMIN: Beauchemin.

MR. KELLY: Beauchemin, I apologize, is Ms. Arlene Cook.

CHAIRMAN BROWN: Good morning, Mr. Beauchemin.

MR. BEAUCHEMIN: Good morning, Commissioner, Commissioners, and parties. I -- I'm Fred Beauchemin. I'm sorry. I just got out of the hospital, so I'm not going to be able to do very well on speed or clarity, but I'll try.

CHAIRMAN BROWN: We'll work with you.

MR. BEAUCHEMIN: Okay. I'm a registered professional engineer in the state of Florida, retired. I'm an infra -- a retired infrastructure expert. I live across North Bay from the Smith Power Plant at 705 Beachcomber Drive, Lynn Haven. It's not Lynn Haven, it's Bay County, but the postal is Lynn Haven. My telephone number is (850)265-3225. Is there any other information you asked me to -- no.

CHAIRMAN BROWN: You can keep going.

MR. BEAUCHEMIN: I've been a Gulf Power customer for 35 years in this location, and it's been mostly a good relationship. Gulf Power has supplied generally cleaner -- thank you -- and more reliable energy. Again, thank you again.

For my part, I pay more than I used to and still do. Thank me. I've done my part to conserve and continue to do so. I have more insulation, low efficient -- low-energy lightbulbs, 76 to 83 in the summer, 68 to 74 in the winter. With the exception of one period of time two years ago when -- we disagreed with the reason -- I ended up paying another whole year's worth of rates in one short period. It's not the subject of today. I can go into it some other time.

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We have more insulation, better roofing, better doors, more efficient heating, air-conditioning, water heater, et cetera, et cetera, et cetera. Gulf Power helped with information surveys and incentives. I appreciate that. Thank you. Please thank me again too.

Gulf Power's job is to produce and deliver power. To do that, Gulf Power needs to invest in capacity, reliability, and efficiency, and I recognize that. My job is to use power efficiently and with little waste. To do that, I need to invest in technology, and I do. I'm saving right now to replace windows for higher efficiency. It's a big price tag. That will take investment on my part. Gulf Power wants me to tap my savings to pay for investing in Gulf Power's capacity, reliability, and efficiency. Their responsibility.

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CHAIRMAN BROWN: Mr. Beauchemin, your time has expired, but I'll give you 30 seconds to wrap up.

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MR. BEAUCHEMIN: I'll try fast. And they ask you to give them a basic rate hike to get the investment funds to do their part. Rates typically do not pay for capacity, reliability, and delivery capacity. Capacity is built by borrowing money from investors and paying it back over time. Typically that is a function of the commercial bond markets.

I have sometimes invested in utilities via the bond market where I buy bonds, the utility spends my money, and it pays me back over time with interest or higher value, but my participation in this transaction is voluntary, not mandated by rate hikes.

Further, if I invest in a Gulf Power bond, I am free to resell it in the marketplace and I have done so before.

CHAIRMAN BROWN: Mr. Beauchemin, I appreciate your comments, and would suggest that you provide us more comments in writing, and we will take those into consideration.

Commissioners, any questions of Mr. Beauchemin?

MR. BEAUCHEMIN: If I may say the final line. CHAIRMAN BROWN: Wrap it up, please.

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MR. BEAUCHEMIN: I'm not proposing a reduced rate hike versus Gulf Power's proposal; I want you to reject it outright. Thank you.

CHAIRMAN BROWN: Thank you. Thank you for your testimony.

Next customer, please.

MR. KELLY: After Ms. Cook is Ronald Shaner. MS. COOK: I'll be short because much of what I want to say has already been said. Arlene Cook, 318 South MacArthur, Panama City, (850)769-2683.

I'm very conservative, and we've got to start taking care of our planet. And with what's going on politically, we need to be more aware of that. And what this is doing is it's punishing the people that are conservative and it's hurting alternative energy and clean energy. And the profits with -- right now there are so many people in Bay County that are below the poverty level, that are underemployed or unemployed, and to have the butt of the rate hurt the less income and the people that are conservative I think is completely wrong. The profit margin is way too high for -- most people can't invest and get that kind of money.

So I just am not for it at all. And much of what I've said -- much of what other people have said I agree with, and there's no use to, you know, continue to

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repeat that.

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CHAIRMAN BROWN: Thank you.

MS. COOK: So somebody can -- you can have the rest of my time.

CHAIRMAN BROWN: Thank you, Ms. Cook. Commissioners, any questions? Seeing none, I appreciate your testimony. Next customer.

MR. KELLY: After Mr. Shaner is Rich Walker. MR. SHANER: I'm Ron Shaner, 5711 Kevin Circle, Callaway, Florida. My phone number is 850-8794 (verbatim). From what I've heard here today, I'm beyond

disgusted. I don't even know where to start.

AUDIENCE SPEAKER: Ditto.

MR. SHANER: I thought it was going to be on those -- if you use more electricity, you was going to pay more for it, but I find it's on my base rate. When I moved here in 2004, there was a \$5 -- it was in the neighborhood of \$5 charge on there. I called it just for the meter sitting on the house. I mean, that was my simple thinking on that. But I checked, and that \$5, you know, it found its way up and it was a little over 20. I just looked at a bill this morning and it went from 5 to 20 here in about 12 years. And now you're telling me that this same base rate is going to go to 40

to 50. I mean, this -- there's nothing I can do to cut that. I mean, I thought, well, you know, I could use a little bit less electricity or whatever, you know. I'm using about as little as I can, about 750 per month, you know, and there's only so much cutting you can do. I live on social security and, you know, they told me that the cost of living wasn't going up only three-tenths of 1 percent, and then Medicaid come by and took more than that. So I get no raise this year at all. And if they took out for Medicaid, I'd go way back.

And, I mean, if this -- these companies looking for rate increases -- my car insurance goes up, you call them about it, and they can paint a pretty picture for why they need that, you know. Somebody on the other end is -- you know, that's their job to paint you a pretty picture. And homeowner's insurance goes up. And when I checked this morning -- you know, I've got a little rainy day account. The bank pays me one-twentieth of 1 percent on that. And, you know, they're requesting a 10 to 11 percent increase. I don't get that at all. I live within my means. I have no other choice.

And on my tiny income, I help another family member that's got a lot of medical expenses. I help them put food on the table too. And, I mean, this is --

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000041 this rate increase is just ridiculous. If you're going to have a rate increase, let them that use more pay more, not just a base rate increase for everybody. This really puts a hurt on. And I'm so disgusted, I just -you know, I'm having difficulty here standing here and facing you people. CHAIRMAN BROWN: You have about ten seconds, sir. MR. SHANER: Okay. Thank you very much. AUDIENCE SPEAKER: Ditto. MR. SHANER: And, I mean, just consider this. No rate increase. If they get one, give them 13 three-tenths of a percent like the social security folks 14 got. CHAIRMAN BROWN: Thank you, sir. Thank you for your testimony. I would like to remind the audience to please refrain from outbursts and shouting. It will not be 19 tolerated. Thank you, sir. Next customer. (Inaudible comments from audience.) 23 MR. KELLY: After Mr. Walker is --CHAIRMAN BROWN: If you are signed up -- if you'd like to speak, there's a sign-up sheet outside.

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Please feel free to sign up if you'd like to speak.

Sorry, sir.

MR. WALKER: Good morning.

CHAIRMAN BROWN: Good morning.

MR. WALKER: Thank you for having us. Rich Walker, 1106 Michigan Avenue, Lynn Haven, Florida. I'm not a Gulf Power consumer. My wife is. She has the budget, so I'm representing her. (Laughter.) That's a hard act to follow right there.

My concern and my concern a couple of years ago with the same group that was here a couple of years ago when we sat here and discussed the same thing, a rate increase, is the following. You invited the elected officials of our town and municipalities to come. I do not see any of them here. I did not see any of them the last time. That shows you how much concern they have for their own citizens.

So I say this: We are facing a rate increase from Gulf Power. We are facing a rate increase from TECO Gas. We are facing a rate increase from the services from the City of Lynn Haven. By the way, the City of Lynn Haven marches to its own drummer. It cares less about its citizens. It cares less about your rate increase too. They pass that on to the consumer.

The City of Lynn Haven and Gulf Power

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increase, an example. The property that Lynn Haven lets you use to run your power lines, that belongs to the citizens. They gave that to the city. Then Gulf Power, of course, is charged for the use of that property, and that's passed on to the consumer. So these are things that you don't see that happen.

There's a disparity between the commercial use of power and residential use. I represent presently the Masonic Lodge in Lynn Haven. I'm the secretary and I'm in charge of the finances and the bills. And I'm also the project officer for the only and oldest library renovation in Lynn Haven, who just established electricity where -- in an area that it has never been there. We have impact fees. These you don't see. We have to pay those to the city. Okay? These are charges. You don't see it, but you got an increase that's going to be given to Gulf Power. The increase is just a little bit too much to bear. I echo exactly what that gentleman said. Yes, I know they want to shoot for the moon and maybe they'll get a little less. That's normal business. However, 11 percent over what I have to supervise and take care of in Lynn Haven is just a little too much, especially on some of the people with fixed incomes. Thank you for your time.

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CHAIRMAN BROWN: Thank you for your testimony.

000044 Commissioners, any questions? 1 2 Thank you, again. 3 MS. WALKER: Thank you. CHAIRMAN BROWN: Next customer. 4 5 MR. KELLY: The next speaker is Mary Concklin, followed by Kimberly Ackerman. 6 7 CHAIRMAN BROWN: Good morning. MS. CONCKLIN: Thank you, Commissioners. 8 My 9 name is Mary Concklin. I live at 21411 Hilltop Avenue 10 in Panama City Beach, Florida 32413. And I would like to say that this rate 11 12 increase is ridiculous when those of us who are on 13 social security got a .03 percent increase, which was 14 taken up by the increase in Part B Medicare. I am one of those that probably use more power 15 than some of the other people here, and I was thinking 16 17 about really trying to conserve. Well, from what I 18 hear, it wouldn't behoove me to do that because it 19 sounds like people who are trying to conserve are being 20 penalized for it. 21 But, anyway, I think the total sum of 22 25 percent increase, because it's going to be passed 23 down to us from people who -- like Publix Supermarket, 24 who's going to be charged an increase in their rate. 25 Guess what? They're not going to pay for it. We're

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going to pay for it.

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Also I see where Securing Our Customers' Energy Future, a little brochure that Gulf Power gave me, "This request will benefit customers through greater reliability and price stability through a balanced energy mix that includes renewables and 24/7 energy sources." What the heck does that mean?

"Peace of mind that power -- Gulf Power is prepared to meet your energy needs now and into the future." Don't charge me for my peace of mind.

"Fulfilling your desire for more predictability in your bills and more pricing choices." What the heck does that mean? You are going to charge your rates based on that? I don't get it.

And I would also like for the Office of the Public Counsel to correct me or help me to understand. The revenue operating income from Gulf Power for the year 2016 as recorded was in excess of \$89 million. Their return on investment is 4.38 percent. They also, in 2016, had over \$2,030,000,000 in profits. Now if I'm wrong, please let me know. But explain all of this to me.

And I would suggest that the public Commissioners reject this proposal in its entirety. We are in a time when people are not getting increases in

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1	cost of living, and yet they want to increase
2	everything. My power my water bill has already gone
3	up 5 percent.
4	CHAIRMAN BROWN: Thank you, Ms. Concklin.
5	MS. CONCKLIN: Thank you.
6	CHAIRMAN BROWN: Your time has expired.
7	And, Commissioners, any questions?
8	And I'm sure Mr. Kelly will meet with you
9	after to dissect those questions with you.
10	MS. CONCKLIN: Thank you.
11	CHAIRMAN BROWN: Next customer.
12	MR. KELLY: After Ms. Ackerman is John
13	Robbins.
14	CHAIRMAN BROWN: Good morning.
15	MS. ACKERMAN: Good morning. My name is
16	Kimberly Ackerman. My number is (334)300-2551. I live
17	at 8630 Preservation Drive, Panama City Beach, and we
18	are Gulf Power customers.
19	And my comments have already been kind of
20	said, but I feel if this is approved, Gulf Power's rate
21	changes will harm low-income and low-usage customers.
22	It will reduce customers' incentives to increase energy
23	efficiency and install solar panels on their homes, and
24	it will reduce customers' ability to control their power
25	bills by reducing energy consumption. And that's just

my two cents' worth.

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CHAIRMAN BROWN: Thank you, Ms. Ackerman, for your testimony.

Next customer, please.

MR. KELLY: After Mr. Robbins is Arlene Devereaux.

CHAIRMAN BROWN: Good morning.

MR. ROBBINS: Good morning. My name is John Robbins. I live at 2332 Foxworth Drive, Panama City, Florida. Telephone number is 784-0732.

Let me preface my remarks by saying I spent over 30 years with a public utility, telephone company, and I may have a little different thought process than a of my friends and neighbors that are standing here today.

None of us really like to see rate increases, no matter if it's at a gas pump, grocery store, or wherever it is, but it's inevitable. There's some things we are going to have to pay for.

One of the things that Gulf Power has been a leader throughout northwest Florida has been economic development. They have teamed with many of us throughout the region to make ready some of the properties, shovel ready, so that we can bring industry into our communities. We're poised right now today to

bring -- to make some announcements to bring some really significant additional jobs to our community.

Folks, we can't do that if we don't have the infrastructure to be able to provide those jobs. You're sitting in a unique position. Gulf Power is sitting in a unique position. They're going to have to make sure that they have the availability of electricity to provide these jobs. The industry -- some of these industries are going to consume an awful lot of electricity. Where is that going to come from? Perhaps we all will be involved to some degree in helping to pay for that infrastructure, but the return on that investment, in my opinion, is going to be overwhelming. We're going to have people that will have jobs that don't have jobs today but will have real paying jobs. And perhaps some of these folks that have a very limited income will be elevated in the positions that they will receive as a result of these new industries.

I think that there's a fair -- there's a fair place somewhere here. The power companies deserve to have the means to build for the future. Thank you.

CHAIRMAN BROWN: Thank you. Just a second, sir. Thank you for your testimony. You worked for a company for 30 years, a utility?

MR. ROBBINS: Thirty-five years.

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000049 CHAIRMAN BROWN: Thirty-five years? What --1 do you mind me asking what company? 2 3 MR. ROBBINS: BellSouth. CHAIRMAN BROWN: Okay. Telecom. 4 MR. ROBBINS: Many people refer to me as the 5 "Old Ding-a-ling." 6 7 CHAIRMAN BROWN: That's cute. That's a -- and you're a county commissioner? 8 9 MR. ROBBINS: I'm a past county commissioner. CHAIRMAN BROWN: Past county commissioner. 10 MR. ROBBINS: How did you know that? 11 12 CHAIRMAN BROWN: A little birdie. A little 13 birdie. Thank you for your testimony and your service 14 too. 15 Oh, sir, we have a -- Commissioner, we have a question from Commissioner Polmann over here for you, 16 17 sir. 18 MR. ROBBINS: Yes. 19 CHAIRMAN BROWN: Just a moment, ma'am. Thank 20 you. 21 COMMISSIONER POLMANN: Was there a particular 22 inspiration that brought you here today, sir? 23 MR. ROBBINS: Yes. 24 COMMISSIONER POLMANN: Would you care to 25 share? Was there a comment that you --

000050 MR. ROBBINS: The economic development is the 1 whole thing. I've been involved in it from Pensacola to 2 3 Jacksonville for years, and I've been very involved in it in our community. 4 5 COMMISSIONER POLMANN: Thank you, sir. I appreciate that. 6 7 MR. ROBBINS: You're welcome. CHAIRMAN BROWN: Commissioners, any other 8 9 questions? 10 Thank you, again. MR. KELLY: After Ms. Devereaux is Mattie 11 12 Gammon. 13 CHAIRMAN BROWN: Good morning. 14 MS. DEVEREAUX: Arlene Devereaux, 901 West 15 19th Street, Apartment 3107, Panama City, Florida. I am one of those senior citizens. I'm making 16 17 my 90th orbit of the sun right now. 18 CHAIRMAN BROWN: Ninety. 19 MS. DEVEREAUX: I am on very limited income. I didn't expect to live this long. If this rate goes 20 21 into effect, it will practically -- I don't know how I'm 22 going to pay it. And I know a lot of people in the same 23 condition that I am and some in worse shape than I am. 24 I do have some money in the bank, but it only draws 25 1 percent. I'm very lucky to get 1 percent. Why should

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1	we give 11 percent to Gulf Power? And really that's all
2	I want to add to what's already been said.
3	CHAIRMAN BROWN: Thank you, Ms. Devereaux, for
4	your testimony, and you look great. Thank you for
5	coming out here.
6	Next customer.
7	MR. KELLY: After Ms. Gammon is Estoria Clark.
8	CHAIRMAN BROWN: Good morning.
9	MS. GAMMON: Good morning. My name is Mattie
10	Gammon. I live at 922 East 10th Court, Panama City,
11	Florida 32401. My phone number is (850)785-0183.
12	CHAIRMAN BROWN: A little technical help
13	there. You can proceed, if you want.
14	(Microphone adjusted.)
15	MS. GAMMON: My comment is and complaint is
16	like most I've heard. I'm a widow and 83-year-old lady
17	and live off of social security, and this increase in
18	our energy bill is going to be astronomical. It's going
19	to I already cannot I have to think about what
20	what to pay in order to get the meds that I need to
21	continue to live. And I pray that you all would
22	reconsider the amount that you plan to increase in Gulf
23	Power, or if not you, who you are representing. If you
24	don't cut it out for sure or for all, maybe you can cut
25	it down.

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000052 But right now I need help in paying my energy 1 bills, along with my life insurance and other bills that 2 3 I have to go -- that we all have to live by. I have a meager place to live. I don't have all this excessive 4 5 stuff. My energy that I use is very, very limited. I can't stand a whole lot of cold, so I use a lot of heat, 6 7 but I have gas heat and I have a little plug-in heater to help supplement that. So it will be a blessing if 8 9 you would not add that increase to our light bill. And 10 I thank you so much. CHAIRMAN BROWN: Thank you for your testimony. 11 12 Commissioners, any comments or questions? 13 Thank you. 14 MS. GAMMON: Thank you. 15 CHAIRMAN BROWN: Next customer. MR. KELLY: After Ms. Clark is -- is it Dean 16 17 McDonald? MR. McDONALD: Yes, sir. 18 19 MS. CLARK: Good morning, Commissioners. My name is Estoria Clark, and I live at 914 Massalina 20 21 Drive. I represent the League of Women Voters and the 22 NAACP. And I agree with all that has been shared here, 23 and I rise to oppose the rate increase. It would be a 24 tremendous burden on all of us. I, like many of those 25 who have spoken before me, am a mature senior citizen.

000053 I used to say old, and since I am old, I don't say old anymore. I say mature. (Laughter.) So I want to you carefully consider not raising our rate as much. Thank you.

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CHAIRMAN BROWN: Ms. Clark, a quick question from Commissioner Brisé.

COMMISSIONER BRISÉ: Thank you, and thank you for being here today. Just -- you mentioned that you are here on behalf of the League of Women Voters and the NAACP. Are you here on their official behalf or are you here as a member?

MS. CLARK: As a member.

COMMISSIONER BRISÉ: Okay. Perfect. Thank you.

CHAIRMAN BROWN: Thank you for your testimony. Next customer, please.

MR. KELLY: After Mr. McDonald is Barbara Gudgel.

CHAIRMAN BROWN: Good morning, Mr. McDonald. MR. McDONALD: Good morning, everybody. My name is Dean McDonald. I live at 6415 Big Daddy Drive, Panama City Beach, Florida. My father loves that address.

> CHAIRMAN BROWN: That's a real address? MR. McDONALD: Big Daddy Drive, yes. It's

right across the lagoon. My phone number is (850)588-7256. Ditto on just about everything that's been said today.

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I'm looking for clarification on things. Okay? In a letter sent to our house a month ago --(Telephone ringing.)

CHAIRMAN BROWN: Could you please silence that phone, sir, so we can hear him?

MR. McDONALD: Gulf Power said that we had cheaper rates because oil prices dropped, and they're right. Oil is half the price it was two years ago when they say, "Oh, well, we haven't had a high price since 2015."

And then they also said that they're using low-cost clean coal. So if you're saving money there, why do you need more money here? Why don't you invest your savings into your infrastructure? I mean, honestly, I'm very proud of how good you guys are. The other night, for the first time in the 15 months I've been living here -- I'm from Jacksonville where we have very good utilities -- was the first time the power went out, and the power was back on within ten minutes. Bravo, you guys. You're doing a good job, but it doesn't mean you deserve 11 percent on your equity. Nobody anywhere is guaranteed, you know, that kind of

000055 return on anything. There's -- you invest in the stock market and tomorrow it crashes, you're out of your money. But Gulf Power says, "No, we want to make sure

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we have that money."

The next question I have is what is the kilowatt-hour rate for Gulf Power, because I can't find it anywhere? The state average is 11.6 cents per kilowatt-hour. The national average is 12.06 cents. According to my bill, by dividing my -- how much it cost into my kilowatt-hours, we're paying 13.7 cents per kilowatt-hour. Okay? That is 2 percent higher than the state average and a percent higher than the national average.

Also three different claims in three different documents. The letter you guys sent out said that it was going to increase our bills by about \$10.22. The article that Ms. Sims wrote for the Gulf Coast Power in the paper says, "No, it's about 14.85." And then your own document here shows it as a \$17 increase for a thousand kilowatt-hours, which is what most people average.

CHAIRMAN BROWN: You've got about ten seconds, sir.

MR. McDONALD: Huh?

CHAIRMAN BROWN: You have got about ten

seconds.

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MR. McDONALD: Okay. So I would like the clarification, what is the actual increase? Because that's three different sources. And where you have smoke, you have trickery. And where you have trickery, you know.

So, anyway, and then the rate option. You said it was separate from this? Because it keeps sounding like you guys are linking it.

CHAIRMAN BROWN: Mr. McDonald, your time has expired. But I'm going to have our staff, Mr. Tom Ballinger -- could you waive your hand, Mr. Tom? He's going to get with you and go over some of those questions that you had. Thank you.

MR. McDONALD: Okay. Thank you. CHAIRMAN BROWN: Thank you. Next customer, please. MR. KELLY: After Ms. -- and I apologize if I mis --

MS. GUDGEL: Gudgel.

MR. KELLY: Gudgel -- will be Ivie Burch.

MS. GUDGEL: Barbara Gudgel, 6507 West Sundew Marsh Trail, Panama City Beach, Florida, (850)867-7386. And, yes, unfortunately I'm a Gulf Power customer.

Commissioners, so you have been given the task

to decide if the rate increase is fair and reasonable. Based on what Mr. Kelly said, based on what this woman said -- I'm sorry, I forgot her name -- and based on what FPL charges, what Duke Energy charges, Jacksonville, Tallahassee, I can't imagine or comprehend how you could come up with anything but no. And I think what you need, in my opinion, to consider is that they no longer deserve a monopoly on the area. They do not deserve it.

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Look at the company that you are dealing with here. This is the company that they say they listen to the feedback of their customers. That's a joke. If they were listening to the feedback of their customers, they would not be doing what they're doing now. This is a company that poured over \$2 million into a misleading anti-solar amendment. The residents of the great state of Florida are pro solar, but you don't listen to that.

This is a company, if you read their propaganda -- and that's what it is, it's propaganda. This is -- a marketing person put this together, and it is smoke and mirrors, just like the last gentleman said.

They -- Gulf Power is a public utility company that has to serve the public interest. That's what everything says. That's what they're supposed to do. They obviously have forgotten that, and the people of

this great state are fed up with it. Americans went to the polls in the state of Florida and across the country and said, "Enough is enough." They don't want to be dealing with companies like this. Thank God that the people of this state went to the polls and voted no on Amendment 1. The commercials you did on Amendment 1 were shameful. What you did, you tried to pull the wool over the people's eyes of Florida. And thankfully enough organizations and enough people went to the polls and said, "No, we know what the truth is about that amendment."

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You are a company that are -- is full of lies and deception. As far as I'm concerned, if you're looking for infrastructure money, look no further than the \$11 million the CEO gets in salary and stock awards. I think it's shameful they are asking for an increase. And they -- and on top of that, why don't you try to figure out ways to get --

CHAIRMAN BROWN: Ma'am, you have about ten seconds left.

MS. GUDGEL: Uh-huh -- do some -- again, let's go back to you say you are listening to the feedback of your customers and you want service that fits your life, quote, unquote.

CHAIRMAN BROWN: Ma'am, I'm so sorry. I have

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to cut you off, but encourage --

MS. GUDGEL: That's fine. You are not doing that. Shameful company.

CHAIRMAN BROWN: Ma'am, ma'am. Thank you. And I encourage you to file written comments as well and appreciate your comments today.

Next customer.

MR. KELLY: After Mr. Burch is Barbara Day. CHAIRMAN BROWN: Good morning.

MR. BURCH: I'm Ivie Burch. I live at 1002 Maple Avenue, and my phone number is (850)763-1626.

I have been a member of St. John Missionary Baptist Church for over 50 years. I served on the Benevolent Ministry for over 40 years, and invariably there were people who came to us needing help with their power bills. And they didn't come just from our church. They came from all over the county.

And when I looked at this increase that was being proposed, then I said, "What parallel is there that's going to help these people improve economically so that they won't be coming back because the bill is even higher now than it was previously?"

And then I raised the question that, yes, Gulf Power deserves to make a profit. I'm telling them so. That's why we invest. But why should you do this in

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000060 such a way that you even push the ratio between where 1 your profit and what is actually being earned by those 2 people in the lower echelon of the economic system? 3 It's incredible what they are saying to us. Because 4 5 certainly we would like to know that all of our people in the county have the opportunity to enjoy all of the 6 7 benefits of the economic system, all of the benefits of living a comfortable and full life, and this will not 8 9 help them to do this one iota. And I commend the 10 customer counsel for the research that they've done. 11 CHAIRMAN BROWN: Thank you, sir, for your 12 testimony. 13 Commissioners, any comments or questions? No. 14 Thank you. 15 Next customer. 16 MR. KELLY: After Ms. Day is -- I apologize. I can't read it. Is it -- it's Mr. -- excuse me --17 18 Smith. And I apologize. George Smith. I'm sorry. 19 George Smith. (Microphone being adjusted.) 20 21 CHAIRMAN BROWN: Good morning, Ms. Day. 22 MS. DAY: I'm not electronically -- a 23 convenience here. 24 My name is Barbara Day, and I live in Lynn 25 Haven. And my telephone number is (850)265-9176. I am FLORIDA PUBLIC SERVICE COMMISSION

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a residential consumer customer of Gulf Power.

I agree that many of Gulf Power's endeavors have been commendable, but there are a few reasons that I find this increase is not justified.

First, the rate increase may not sound like too much to some customers, but those who are working two and three and there are some that maybe work four jobs just to make their ends meet, this rate increase would make a choice of electricity or food on their table. I'm here to speak for those customers that are unable to attend due to their extreme difficulties who cannot be here to testify.

You should deny this Gulf Power rate increase. This rate is not justified. Gulf Power already has the highest fixed rate of the major utilities in the state. What is the reason for taking more from your customers? For those maybe that can afford to pay for the increase would pay less, and the energy savers would get hit the hardest by paying higher costs due to the fixed rate. So a customer that pays \$148.64 to a Gulf Power bill per month will go to \$158.86 per month. Well, you can only say that's approximately 7 percent, maybe just \$10.22. What's wrong with that per month? Well, this year your social security recipients only received that .03 percent increase, and many of those recipients

around make approximately 10,000 -- less than \$10,000 a year. And now Gulf Power is requesting approximately just \$122 more per year, that rate increase from that little old customer that is having to work two to four jobs a day. I ask you to please take in consideration -- since Gulf Power has the highest fixed rate charges in the state, you should just question why can't they lower their rates? Just think how many customers will be hurt with this increase.

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CHAIRMAN BROWN: You have ten seconds, ma'am. MS. DAY: Most customers continue to be on the survival list. As we continue to age, the quality of life is so important to everyone. I hope you will consider people should not be worried about where their meal might come from, maybe purchase their medication. Therefore, the Gulf Power rate increase is not justified.

CHAIRMAN BROWN: Thank you.

MS. DAY: And \$122 per year rate is hurting the aging generation.

CHAIRMAN BROWN: Thank you, ma'am. MS. DAY: Thank you. CHAIRMAN BROWN: Thank you for your testimony.

Next customer, please.

MR. KELLY: After Mr. Smith, and I apologize

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for getting your first name wrong, Paul Hunt.

CHAIRMAN BROWN: Good morning.

MR. SMITH: Good morning. Good morning. George Smith. I live at 8009 Highway 22 in Callaway. That's the house where the sewage truck turned over in my yard last week.

CHAIRMAN BROWN: Ooh, really?

MR. SMITH: Anyway, I've been a Gulf Power customer here since 1974. Right now I have five meters in my name, and it's killing me. But -- and when I say small business, I mean small business. I know Mr. Patronis has a semi-small business. They do very good. But every time we have an increase, we've got to suck it up. We have to make an adjustment in our business.

There's a saying that where there's no vision, the people perish. Because of Gulf Power's lack of vision coming up today, we are the people that's going to perish. So I just urge you -- they had a lot of time to forecast what's going to happen and make some adjustments in their business plan to accommodate for the increases. Technology today dictates that we can streamline a lot of things, a lot of things, including salaries, including personnel. So I would -- if -- I think you would have had more people here if they knew

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000064 R. Kelly was going to be here today. 1 CHAIRMAN BROWN: J.R. It's not R. Kelly. 2 3 MR. SMITH: Wrong R. Kelly; right? (Laughter.) 4 5 CHAIRMAN BROWN: Wrong R. Kelly. MR. SMITH: But, anyway, I would just really, 6 7 really implore you guys to totally reject this increase based on the fact that they didn't plan for it. And now 8 9 because they had no vision, we, the people, will perish. 10 Thank you. CHAIRMAN BROWN: Sir, a question from 11 Commissioner Patronis. And thank you for coming out 12 13 here. 14 MR. SMITH: Uh-huh. 15 COMMISSIONER PATRONIS: Thank you. I'm just curious, when that accident happened in your yard last 16 17 week, is your yard greener? MR. SMITH: They said the grass will be 18 19 greener, Jimmy. (Audience laughter.) 20 21 COMMISSIONER PATRONIS: Just curious. 22 CHAIRMAN BROWN: That's great. Thank you 23 again, sir. 24 MR. SMITH: Thank you. 25 CHAIRMAN BROWN: Next customer. FLORIDA PUBLIC SERVICE COMMISSION

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MS. MORSE: Paul Hunt. After him will be Sammy Day.

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CHAIRMAN BROWN: Good morning.

MR. HUNT: Yes, good morning. My name is Paul Hunt, 830 Brandeis Avenue, Panama City, Florida (850)769-1801. I've been a customer for Gulf Power for about 52 years. I was employed with Gulf Power for 47 years. I've met plenty of customers that have shared with me down through the years, and I've always been able to give them an answer to their question. And they've always been very positive answers because I was well briefed on what I needed to say and I believed in what I was saying to the customer.

I heard one of the speakers say that our low-income customers will use more electricity -- less electricity, but I beg to differ. Our low-income customers use more electricity because their homes are not well insulated, their windows -- you know, just point blank, just not well insulated. So when the meter reads -- when they've used electricity and they're using 3,000 kilowatts in a 750-square-feet house and then I go to a 3,500-square-feet house where they're only using, you know, 1,500 kilowatts, I feel for those customers that are using that electricity. And I just believe that they are going to suffer even more. I don't want

000066 to say too much because I'm afraid my pension might be 1 cut. (Laughter.) No, I know that's not so. I know 2 3 that's not so. CHAIRMAN BROWN: Yeah, the CEO was smiling in 4 5 the back. MR. HUNT: Yeah. But I've been trying to 6 7 convince myself to totally agree with what was going on because I've spent so much time with Gulf Power, but I 8 9 just can't -- I'm just not convinced that this is the right move for Gulf Power. Thank you. 10 CHAIRMAN BROWN: Thank you. Mr. Hunt, 11 12 question. You worked with Gulf Power for 47 years. 13 What was your position there? 14 MR. HUNT: I was a field service rep. CHAIRMAN BROWN: Field service rep. 15 MR. HUNT: Uh-huh. So --16 17 CHAIRMAN BROWN: That's a long time to be 18 working for one company. MR. HUNT: Yeah, that's a long time to do 19 20 anything. Yes. 21 (Laugher.) 22 CHAIRMAN BROWN: Yes, that's true. 23 Commissioners, any questions or comments? 24 Thank you for coming out. 25 MR. HUNT: Thank you. FLORIDA PUBLIC SERVICE COMMISSION

000067 CHAIRMAN BROWN: Next customer, Mr. Kelly. 1 2 MR. KELLY: After Mr. Day is William Swift. 3 MR. DAY: My name is Sammy Day, and I live in I've been a Gulf Power customer for almost Lynn Haven. 4 60 years, and that's the only choice I had. You know, 5 when you serve on boards, some people get compensated 6 7 for it. A lot of boards, you don't get compensated for it. Can you tell me what your salary is, what you're 8 9 paid, if you get paid? 10 CHAIRMAN BROWN: We do get paid. It's a full-time position here at the Commission. And we'll go 11 over all those details, but we're here to hear from you, 12 13 sir. 14 MR. DAY: I know, but I'm going to a point. I'd like to know how much you get salary for. 15 16 CHAIRMAN BROWN: Our salaries are set by 17 statute, and they're codified in statute at 131. 18 **MR. DAY:** \$131,000? 19 CHAIRMAN BROWN: Yes, sir. 20 MR. DAY: Okay. Is that the same for all of 21 y'all, each one? 22 CHAIRMAN BROWN: Sir, yes. Again, we're here 23 to hear from you. 24 MR. DAY: Okay. Well, what I'm trying to lead 25 up to, if you can get 131,000 serving on a board, in my

opinion, I don't see where you ought to get paid anything. Because if Gulf Power is paying you that, I don't know -- I don't think you want to answer it -- we don't have a chance out here anyway. CHAIRMAN BROWN: No, sir. MR. DAY: If the state is paying you, I don't -- I think it's unfair. Y'all ought to be -y'all should be on a board with no salary, the way I see it, to make it fair for the customer out here. To get a salary like that on a board like that, that's unreal. Now do y'all have any questions for me? CHAIRMAN BROWN: Sir, yeah, we do have just a comment. MR. DAY: Go ahead. CHAIRMAN BROWN: This is a full-time position here. We're not considered a board in the way that you're describing it. We have a staff of almost 300 technical staff, a very highly technical group, and we govern over that. It's a very active position. We act in a quasi-judicial capacity, and we're appointed by the governor, confirmed by the senate, and a great deal of time and energy is spent on a full-time basis. And, again, we respectfully request you to submit any concerns or -- in writing, and we'd be happy to consider them.

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000069 Commissioners, any comments or questions? 1 MR. DAY: No, ma'am. 2 3 CHAIRMAN BROWN: Thank you for your time. MR. DAY: You're welcome. 4 CHAIRMAN BROWN: Next customer. 5 MR. KELLY: After Mr. Swift is Peter Elvin. 6 7 MR. SWIFT: My name is William Swift. I live at 1505 Daunett Court, Lynn Haven, Florida. 8 I am --9 32444. I am -- oh, my phone number is (410)499-5908. Ι 10 am also the chair of the Glenwood Working Partnership, 11 which represents the Glenwood community. Actually we 12 represent -- well, I'll say the Glenwood community, 13 which is 86th on the bottom 100 poorest neighborhoods in 14 the United States. An increase in rates will impact the 15 Glenwood community very, very negatively. We -- I'll be a little -- I'll start a 16 17 little personal -- I'll get a little personal at first. I moved here in 2007 as a result of a -- of a taking, 18 19 eminent domain taking. My first bill -- at that time I paid a bill of 209 -- 200 -- well, that's 309. Well, 20 21 actually 209. This is a double bill. I had a \$165 22 bill. The bill I got last month on the -- on a budget, 23 my budget bill is \$335. That's from 2007, 24 September 2007 to now. We've had increases over the 25 period of time, which has -- as you can see, from 165 to

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335 on a budget billing. I had to go to budget billing.

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My wife and I retired. She retired after having a stroke. And as I said, our house was taken in an eminent domain taking and we found -- we moved here to Florida. Come January 1st, her -- her Medicare --Medicare deduction from her social security went up and that brought our take home down. And so we're looking at an increase in this, you know. This increase is just unsustainable on a personal level. Now I go back to the

CHAIRMAN BROWN: You have about ten seconds, sir.

MR. SWIFT: Okay. Back to what Paul was saying, you know, these -- there are people in the Glenwood community who are using excess capacity because their houses are leaking. Take Ms. Gammon that just came up here. We've been working for three years to get the -- to get the CRA to do some things to make her house more energy efficient.

20 CHAIRMAN BROWN: Thank you, sir.
21 MR. SWIFT: It just isn't happening.
22 CHAIRMAN BROWN: Sir, I appreciate the
23 comments. Again, we encourage you to file written
24 comments if you have more to share with us.

We are getting at the halfway part of how many

customers are here to speak, and we'd like to take a -about a ten-minute break for our court reporter to rest her fingers. We will reconvene. The time is 11:26. We will reconvene around 11:35. I encourage you all to take bathroom breaks and rest your legs and things.

(Recess taken.)

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CHAIRMAN BROWN: All right. We are going to go back on the record. If I could ask staff to please close the doors. Mr. Kelly, can you please close the doors? Thank you. And if you could kindly take your seats. Thank you.

Mr. Kelly is here and he is assembling his customer list. My understanding is we have about 25 more customers who wish to speak. I want to make sure that everyone has been sworn in who's here who would like to address the Commission. Is there anybody that has not been sworn in that would like to address the Commission here? Please raise your hand. All right. Great.

Will you raise your hand with me and repeat after me? Do you swear or affirm to provide the truth in this proceeding?

AUDIENCE SPEAKER: I do.

(Witness sworn.)

CHAIRMAN BROWN: Thank you very much.

MR. KELLY: The next speaker is Peter Elvin,
followed by Sherlene McClary.
CHAIRMAN BROWN: Good morning.
MR. ELVIN: Yeah. Good morning, Chairman and
Commissioners. My name is Peter Elvin. I live at 2519
West 33rd Street, Panama City, and my phone number is
(954)654-0809.
My wife, unknown to me, made me a member of
the League of Women, so that was about three days
ago so I'm here as one of their many voices.

All right. Mr. Kelly, please call your next

CHAIRMAN BROWN: Good.

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customer.

MR. ELVIN: Anyway, just to -- right off the bat, I'm absolutely against this increase. Make that quite simple. And I just want to remind you of the Gulf Power mission statement, which goes, da-da-deeda-da-dee-da, customer satisfaction is what they're striving for. And if this rate goes through, I can assure you there will be very little customer satisfaction.

Now it just seems to me that the -- this increase does not give the customers much of a choice. Now had they reduced with this base increase and increased the kilowatt rate, then that would encourage

some savings. You know, people can either, you know, reduce their AC and heat, et cetera. It's pretty obvious.

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Now we've already heard from the low-income folks, and I just want to -- you know, I don't want to go over all this. But there's another concern, and that's the snowbirds and people that have properties here and have to leave the state and go back to their other properties because they're penalized now with these tremendous rate increases.

I just want -- I just did a little bit of investigation yesterday online. I was flabbergasted at the power of the Southern Company, which, of course, you know, includes Gulf Power. And I just want everyone to know, which I didn't know -- I knew this was a monopoly, but -- oh, I've got to speed up a bit. But, anyway, part of Southern Company, they have Alabama Power, Mississippi Power, Georgia Power that I'm very familiar with, and, of course, Gulf Power. And already we can see greed. In two of these states, Mississippi and Alabama, their outstanding -- one, I believe in Mississippi, is 281 million that they -- that that company owes. Again, part of Southern Company. And Alabama owes 100 million. Now with this proposed increase, you know, an outsider could say, "Okay" --

000074 Southern Company, looking at losses, could say, "Okay. 1 Well, let's hike up the rates in -- you know, for Gulf 2 Power and start paying some of these lawsuits." So 3 that's basically, you know, everything in a nutshell. 4 And I just in closing would like to offer my 5 services. If a job opening comes up on your commission, 6 7 please consider me. Otherwise, thank you very much. (Laughter.) 8 9 CHAIRMAN BROWN: Commissioner Brisé -- oh, my 10 gosh -- Graham has a question for you. Pardon me. COMMISSIONER GRAHAM: Yes, sir. You were 11 12 talking about snowbirds. 13 MR. ELVIN: Yes. COMMISSIONER GRAHAM: Let's just say they're 14 15 here for six months of the year and they're gone for six 16 months of the year. MR. ELVIN: Well, not necessarily snowbirds. 17 18 Now, for example --19 **COMMISSIONER GRAHAM:** No, but I was just going back to you said, "Snowbirds." 20 21 MR. ELVIN: Yeah, right. Okay. Yes, exactly. 22 COMMISSIONER GRAHAM: So why couldn't that 23 snowbird just get his power turned off for six months? 24 MR. ELVIN: Because he has to -- you know, 25 it's a tremendous cost, you know, to turn it back on

again.

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COMMISSIONER GRAHAM: What is -- what's a tremendous cost? \$25?

MR. ELVIN: I believe it's more than that. But, anyway, we have -- there are other people --

COMMISSIONER GRAHAM: But you said a tremendous cost. I mean, do you know it to be \$200, \$25, \$10?

MR. ELVIN: Oh, I don't have those details, but I would certainly be happy to look into it, and I hope you look into it.

COMMISSIONER GRAHAM: Well, I know my power bill, because I have more than one unit, and when I live in Jacksonville, I've had it abandoned for eight months, I shut the power off. It's, like, 25 to turn it back on.

MR. ELVIN: Okay. Well, anyway, there are other people, for example, that have second homes closer by, for example. I'm very familiar with a building that I'm involved in. There must be at least ten --

COMMISSIONER GRAHAM: But, sir, I just wanted to go back to what you said during your testimony.

MR. ELVIN: Okay. Uh-huh.

24 COMMISSIONER GRAHAM: You were talking about
 25 snowbirds.

MR. ELVIN: Yes. 1 2 COMMISSIONER GRAHAM: So I was just trying to 3 dig down to get the answer to that. MR. ELVIN: Right. 4 COMMISSIONER GRAHAM: But you don't know what 5 6 it costs to turn it back on. 7 MR. ELVIN: No, I have no idea. It is a cost. So they would prefer --8 9 COMMISSIONER GRAHAM: Okay. Thank you. That's all. 10 11 MR. ELVIN: Can I just ask --12 COMMISSIONER GRAHAM: No. I asked you a 13 question. Thank you, sir. 14 CHAIRMAN BROWN: Thank you. 15 MR. ELVIN: Thank you. CHAIRMAN BROWN: And thank you for your 16 17 testimony. We'll definitely look into that. 18 Next customer. 19 MR. KELLY: After Ms. McClary is Jamie 20 Shepard. 21 MS. MCCLARY: Hello, and good morning, 22 everyone. 23 CHAIRMAN BROWN: Good morning. 24 MS. MCCLARY: My name is Sherlene McClary. My address is 2507 Envious (phonetic) Drive in Lynn Haven, 25 FLORIDA PUBLIC SERVICE COMMISSION

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and my phone number is (850)532-4163.

I'm here to talk about -- and I represent my church, which is Greater Deliverance in Millville, and my organization, which is a non-profit organization. It's Youth In Action. And we've been in business for about 20 years, really 20 years, and we're in the Millville area.

My concern is that my kilowatts per hour is \$36 per hour because we're only in one of the church buildings 22 hours per month. The maximum is about 36. So lately I just found out that I could get a budget plan for that. But we own four buildings on the block, and I ended up closing two of them because our bill ran us, for the last 20 years, almost \$3000 a month. And I was overly concerned about that. And every time I would go down there, there would always be a reason. Even when the electricity was struck by the pole and our light bill was off for about a month, or maybe 15 days in one month, that bill never decreased and it stayed the same. So I realized that something was wrong. I realized then that something was wrong, and so I realized that something is going on that is beyond my ability to do anything about.

I like the fact -- and my home is in Lynn Haven. I live in a pretty large home. And I know the

pay less -- I pay less for my electric bill than they do, and I know that because of my income I probably could afford it. So I don't really speak for myself and -- but I do speak for the people who I serve in this community.

I like the fact that the gentleman said about economic development. And I remember years ago when San Francisco was trying to get some of the businesspeople out of the area, that's what they did. They were able to raise their electricity and they were able to move these people out of their businesses and then bring in what we call economic development. And I'm all for economic development. I moved here by way of the military. I can see that there's growth. But I believe that we should come to some kind of consensus to work together if you want to target a certain area. Ι believe my area is targeted. I talked to my banker last I said, "I'm not going to be able to fight this," week. because I realize that they're coming for this area that we are in. So I'm not against that, but I think that if we are going to work together and not undermine our constituents, it's better if we can openly say we want this area to do economic development, and how can we work together with the community to keep the community

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where it's at?

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CHAIRMAN BROWN: Ten seconds.

3 MS. McCLARY: I realize that Panama City -our people who are underprivileged and they don't make a 4 lot of money here in Panama City, whether you be white 5 or black, it's going to affect all of us. But if we're 6 7 going to come together and if we're going to rebuild and if we're going to use economic development to rebuild, 8 9 include the community in it --10 CHAIRMAN BROWN: Thank you. MS. McCLARY: -- so that everybody will be 11 12 successful in what we're doing. So I thank you for your 13 time and thank you for your day. 14 CHAIRMAN BROWN: Thank you, Ms. McClary, for your comments. 15 Commissioners, any questions? 16 17 Thank you. 18 Next customer. 19 MR. KELLY: After Jamie Shepard is Maurice --Hargor (phonetic), is it Hayver (phonetic)? 20 21 MR. HARGROVE: Hargrove. 22 MR. KELLY: Hargrove. 23 MS. SHEPARD: Good morning. Thank you all for 24 coming, and thank you to Gulf Power for helping with 25 this event.

I represent the League of Women Voters of Bay County with 50 -- well, now 51, including men, members. We, like everyone else here, really appreciate the dedication of Gulf Power's employees and the role it plays in economic development in our community. All of us in here and my members included are your customers, but we're also Gulf Power's partners in energy conservation. Not just because we think it's a good thing to do for the planet, but because it benefits our pocketbooks.

So I was kind of, frankly, surprised and all of us at the League were sort of surprised when Gulf Power invested some \$2 million in that flawed Amendment 1, when we really would hope that they would be embracing solar with the expansion of this industry. It would be a job creator in our local community. It would work to lessen the power of consumption in our communities. But we also want it to see that it's a job creator for us.

My son lives in California and has a solar situation in his house, and their utility rates are astronomical. He pays a \$9-a-month connection fee and is reimbursed 2 cents per kilowatt-hour for power that he sells back in excess of the expenses that he uses in his own home. We'd like to see, and the League is

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wholeheartedly behind, the expansion of solar power and 1 wants the utility companies overall to be our partners 2 in this, and we don't see why here in the Sunshine State 3 we can't make that possible. 4 CHAIRMAN BROWN: Thank you. Can you please 5 state your name, address, and phone number? 6 7 MS. SHEPARD: I'm sorry. I'm sorry. I got inspired here. Jamie, J-a-m-i-e, Shepard, 8 9 S-h-e-p-a-r-d. I live at 3106 Preserve Rookery 10 Boulevard, Panama City Beach 32408. My number is (850)235-3781. 11 12 CHAIRMAN BROWN: Thank you, Ms. Shepard, for 13 your testimony today. 14 MS. SHEPARD: Thank you. 15 CHAIRMAN BROWN: Next customer, please. 16 MR. KELLY: After Mr. Hargrove is W.R. Bowman. 17 MR. HARGROVE: Good morning. 18 CHAIRMAN BROWN: Good morning. 19 MR. HARGROVE: Thank you for being able to 20 I'm from Washington County. speak. 21 CHAIRMAN BROWN: Pull this a little closer, 22 please. That's okay. You can hold it, if you want. 23 MR. HARGROVE: I'm from the Washington County 24 area, and I'm glad to be a part of trying to talk about 25 the issues I'm having with the utility company. And I'm

on a fixed income, and I've got health issues going on. But if the people in Washington County and all these surrounding areas knew about, you know, the issues going on, I'm quite sure there would have been more people in here concerned about the propose of what's happening on the increases on the power bill. Because it's really unfair when you have a billion-dollar corporation, maybe even trillion -- this company -- like Southern Company -- I am from Alabama originally. I've been down here four years. And I just noticed that Alabama charges are different from Florida charges. And it's really unfair for these people to gain revenue. I wish I had some stock, \$500,000 worth of stock from them, you know, invested in this company, and then maybe, you know, it wouldn't bother me. But by me being on one very low income, it really would be a burden to my family.

And I'm 48 years old, like I said. I have health issues. I got -- had a lot of surgeries and, you know, God has given me strength to keep going on, but I'm trying to be a family man and support my kids until they get grown up and get on their own. But I hope -and I have done several complaints with you all, with the Public Service Commission. I've called y'all several times. My name is Maurice Hargrove. I've got a couple of complaints.

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CHAIRMAN BROWN: Could you state your name again -- I'm sorry -- for the record.

MR. HARGROVE: Maurice G. Hargrove at 1672 Sunny Hills Boulevard, Chipley, Florida. You know, I even tried to ask the power company how to, you know, be conservative, how to lower my bill because of my income. And it's a lot of programs out there that were never told to me that I had really to opt into a budget billing that I thought was going to help me. But they're trying -- I ain't been on it six months and they trying to raise it up, and that's unfair. And, you know, by going and trying to do this, boy -- you know, I even asked them, "I wish I had some vouchers or something y'all could offer me to even purchase a solar system," because I think that would benefit me a lot. And I think, you know, hope that one day I get enough money to put some solar panels on my house so I can try to cut back.

And I hope that you all consider the people that are less fortunate. If you're going to raise, let them raise, make them go back and look at the people that are on set income, low income before y'all do that.

CHAIRMAN BROWN: Thank you, sir, for your testimony. Mr. Hargrove, did you say that you have complaints with the -- registered with the Public

Service Commission?

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MR. HARGROVE: Yes, ma'am.

CHAIRMAN BROWN: You did? Okay. Well, we 3 will absolutely look at those and take those into 4 consideration. 5 MR. HARGROVE: Okay. Thank you. 6 7 CHAIRMAN BROWN: Thank you for your testimony. Next customer, please. 8 9 MR. KELLY: Did Mr. Bowman have to leave? 10 CHAIRMAN BROWN: Okay. MR. KELLY: Okay. He indicated he may have 11 12 to. 13 The next speaker is Cynthia -- is it Kuntz? 14 MS. KUNTZ: Yes. 15 MR. KELLY: Followed by Lorraine Lechner. 16 CHAIRMAN BROWN: Welcome. 17 MS. KUNTZ: Hi. My name is Cynthia Kuntz. I 18 live at 7571 Coleridge Road, Panama City, Florida. My 19 phone number is (850)257-5779. I come to you today not just because of myself, but in 1994 -- well, I lived in 20 21 Bay County my whole life up until 1994. When I left 22 Panama City, I was making minimum wage and paying \$35 a 23 month for electricity. And my brother lived with me, 24 and he ran it astronomically. Whenever I came back to 25 Panama City in 2008, my light bill was about \$175 a

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month on the average. I'm no longer a single parent, I'm no longer uneducated, but on my way to work every day I pass other people who are like me, and they're wearing -- who are like what I was, and they're wearing their Burger King outfits and their McDonald's outfits. And you're making a darn good salary, one that's pretty darn shameful at that, even if you can justify it. It doesn't help those who are less fortunate. And I'm sure many of them people can't be here today because they're working two or three jobs, and every dime counts. And these are the people that you're hurting so that you can have a nicer sports car and take a nicer vacation, and it's unfair and it's a shame. These people don't need an increase. You ought to help them out. Maybe even not just a low-income credit, because there are people who are truly disadvantaged and have problems and there are others who are cheating the system. So I'm sure that people like me who can now afford to pay -- and provide a low-income credit for them. By what we're paying in, we don't want to, not that we don't want to help those that who are less fortunate, but we don't want to help those who are deceiving the system.

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So that's basically all that I've got to say. I am very much against this increase. Be a good American. Help out, lower your income, and help others.

CHAIRMAN BROWN: Thank you, Ms. Kuntz. Just a follow-up. Any -- Commissioners, questions?

Just a clarification. We are not Gulf Power. We are the Public Service Commission, just to -- I think there was some confusion with the other speaker. We do not represent Gulf Power. Thank you.

MS. KUNTZ: Okay.

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CHAIRMAN BROWN: Next customer.

MR. KELLY: After Ms. Lechner is Thomas Hardy. MS. LECHNER: Hi. My name is Lorraine Lechner, and I live at 127 Biltmore Place, Panama City Beach, 32413. My phone number is 588-6808, and I'm also a small business owner. And I think the rate should, rate increase should not only be denied, but I think you folks respectfully really need to go back and lower the base. This is a serious issue.

When I moved here from Venice, Florida, I was absolutely astounded to get my first bill. And I've kept my mouth shut for a number of years, okay, but this is really excessive here. You've really got to go back and look at the base of what's happening. And not only that -- and I see the CEO has left here.

> CHAIRMAN BROWN: Nope. He's still there. MS. LECHNER: Where? Right here? CHAIRMAN BROWN: But, ma'am, you need to be

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addressing us, please. Thank you.

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MS. LECHNER: Well, the letter that they sent out announcing the rate increase was absolutely -- I was astounded to receive it. They said -- it states that the local -- "The total residential price is lower than it was in 2015, and it will be even lower in two thousand -- January 2017, mainly due to decreased fuel prices. The residential customer rate, therefore, will increase by 6.9 percent." I mean, ding. Who could put something like that out? And how can you folks -- well, anyway -- stand by and watch this kind of abuse going on? It is really amazing to me. And I don't understand even why there's a difference in the cost for a kilowatt-hour between a business and a residential customer. I don't understand why a large power user gets a lower rate than a small power user, commercial and residential. I don't understand that either. And, please, do something about this.

CHAIRMAN BROWN: Thank you for your testimony. And I will direct you to a Public Service Commission staffer. Ms. Draper will help explain that question for you directly. Thank you. And she will approach you.

Next customer.

MR. KELLY: Thomas Hardy.

CHAIRMAN BROWN: Thomas Hardy.

(No response.)

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No Thomas Hardy, next one.

MR. KELLY: Gregory Dossie, followed by Mary Pat Zebroski.

CHAIRMAN BROWN: Good morning, almost afternoon.

MR. DOSSIE: Yeah. Good morning. My name is Gregory Dossie. My address is P.O. Box 35894, Panama City, Florida 32412. My phone number is (850) 832-2377.

First, I'd like to point out the differences in the proposed rate increases. For 1,000 kilowatts, the rate increase will be \$16.77. For 1,200 kilowatt-hours will be \$14.14. For 2,000 kilowatt-hours, \$3.57. 3,000 kilowatt-hours, there will be a decrease of \$9.63. What's wrong with that picture?

I am on a fixed income. In 2016, we had no COLA, cost of living increase. In 2017, I have a \$4-a-month COLA increase. That's \$48 annually. The projected rate increase for Gulf Power is \$201.24. That's about \$150 more than my increase.

My wattage usage for my last bill was 498. Last year this time it was 633 watts. I became more efficient as a financial necessity, decreased my usage by 135 watts; however, this rate increase will negate my efforts.

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I was considering switching over to an electric water heater. With this rate increase, I'm probably not going to make that change. I would like to look into solar, but I'm sure that even with tax credits I won't be able to afford the upfront cost to get solar energy.

No one, except perhaps CEOs and other high-level management, get a 25 percent increase annually. The economic development in this area bears no pay increase for those of us on fixed incomes. Those companies coming through the economic development, based on this proposed rate increase, will -- would have received a decrease. Please reject the increase. If a rate increase is necessitated, let it be more in line with the average citizens and fixed income pay increases. And why are the users that use 3,000 watts getting a decrease, when those of us -- those of us that are on fixed incomes are getting an increase?

Why are the larger municipalities like Jacksonville now paying a lot less than we already are? Perhaps the cost divided by more people equal lower costs. If a rate increase is needed, have it based on usage. Thank you.

CHAIRMAN BROWN: Thank you, Mr. Dossie, foryour testimony.

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000090 MR. DOSSIE: That's Dossie. 1 CHAIRMAN BROWN: Dossie. Dossie. 2 3 MR. DOSSIE: All right. Thank you. CHAIRMAN BROWN: Thank you. 4 5 Next customer. MR. KELLY: After Ms. Zebroski is Michele 6 7 Devereaux. CHAIRMAN BROWN: Thank you. 8 9 MS. ZEBROSKI: Hi. 10 CHAIRMAN BROWN: Hi. MS. ZEBROSKI: I'm Mary Pat Zebroski. 11 I live at 114 Grand Heron Drive in Panama City Beach -- too 12 13 close, okay -- Panama City Beach, Florida. My phone 14 number is (850)238-9155. I am here representing the 15 students of Chautauqua Charter School, which is located 16 at 1118 Magnolia Avenue here in Panama City. I am here 17 with these students here in the front row. If you guys 18 want to stand or raise your hand -- probably raising 19 your hands is a better option. 20 CHAIRMAN BROWN: Thank you. We see you. 21 MS. ZEBROSKI: Okay. We are here today for 22 two reasons: We wanted to learn how this public process 23 works, how these hearings are conducted and to be part of this process, but also, of course, to learn more 24 25 about this rate hike.

Having listened to all the other people speaking here today, we all have agreed, during the break, that we say ditto to what everyone else has said. We are all opposed to this rate hike.

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Many of these young people and the other young people at my school will be supporting themselves on SSI in the years to come, which right now maximum is about \$700 a month. So they -- we teach them -- we spend a great deal of time every day teaching these young people how to live within their budget. I, myself, am a widow who -- I'm supporting myself and my disabled son. Ι have to live within my budget, I -- they will have to live within their budgets, and I think that Gulf Power should have to learn to live within its budget as well. So not only am I opposed, and this is me speaking personally, I am not only opposed to this rate increase, I resent it. I resent that it's being asked of us. So -- ooh, my green light is still on, so I have a couple more seconds.

CHAIRMAN BROWN: You've got a minute.

MS. ZEBROSKI: Yes. Oh, a whole minute. Well, I think I've done what I -- my ditto covered everything we had to say, but I will take a couple of seconds to apologize because I'm going to cause a little disruption. We have to go back to lunch.

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CHAIRMAN BROWN: Oh.

MS. ZEBROSKI: So my guys are going to be leaving in just a second. And I thank you for giving us the opportunity to be here and to watch this process and be part of it.

CHAIRMAN BROWN: Thank you so much. And we do have a Commissioner who has a question. But I just want to personally thank you and thank your folks here for coming out here. This is a great process, and it's very impacting, your statements do impact and make a difference. So we appreciate you taking the time to come out here.

Commissioner Brisé? No?

Any other comments or questions? Thank you again.

MS. ZEBROSKI: Okay. Thank you. CHAIRMAN BROWN: Thanks.

Next customer.

MR. KELLY: After Ms. Devereaux is Pam Dorwarth.

CHAIRMAN BROWN: Good afternoon.

MS. DEVEREAUX: Good afternoon. My name is Michele Devereaux. Telephone, (850)215-3595. Address, 3938 West 21st Place, Panama City. So I am a Gulf Power customer. And I apologize for speaking so quickly, but

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I don't know how long this will take.

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CHAIRMAN BROWN: No, you're doing a good job. MS. DEVEREAUX: I want to thank, first, the Public Service Commission for allowing -- holding this hearing local for us. Thank you very much for listening.

I would like to address the effects of this base rate hike on local charities. I called 211 and spoke to the United Way about what help is there for Panama City for paying an electric bill, and they had four charities on record: Salvation Army, Catholic Charities, Council on Aging, and Grace Presbyterian Church. I called these. I was able to reach representatives of three of them.

I found out Salvation Army, the requirements, you must have a disconnect order, you must prove that you have income, child support doesn't count but you have to have income to get this, and they will pay it one month in 13 months and twice in a lifetime. And I asked where this funding comes from, and it's -- they said Gulf Power. And I've often wondered where that donation went, and apparently Salvation Army distributes it. But that's two months in a lifetime.

I called Catholic Charities, and they have to have just a past due notice. You have to prove your

emergency. So I'm assuming most are going to be medical. That's what I would have had when I had to stay with my mom for two months and had an empty house and my bill would have been \$60 more just from this rate increase of having that empty, no-use house. And prove your emergency and they will do this. You have to prove your income, that you have an income, and that they will do it once in two years.

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And Council on Aging, they're funded -- oh, Catholic Charities' funding comes from Saint Dominic's and a government grant. And Council on Aging, theirs is a federal grant, and you have to be low income, 150 percent of poverty. That's -- the poverty level is 11,770 for a single person, but 150 of that.

CHAIRMAN BROWN: You have 20 seconds.

MS. DEVEREAUX: They will pay that -- okay. And they will pay that once in 12 months, once a year. And I asked Karen how many average per year, how many clients do they pay the electricity bill for, and she said, "1,500 to 1,800 per year." That is -- that is just going to increase. I just did the figures for 1,500.

CHAIRMAN BROWN: Ma'am, your time has expired, but I'll ask you a question to get you where you're at.

MS. DEVEREAUX: Okay.

CHAIRMAN BROWN: Do you have any other issues with the rate increase being requested?

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MS. DEVEREAUX: It's -- it's -- well, I think it's -- I ditto everything, including the absurdity that this company thinks that their profits are more important than the welfare of the public, the public service. It's just -- it can't even be -- I cannot express my disgust with that also.

CHAIRMAN BROWN: Two questions from Commissioners. Commissioner Brisé, then Commissioner Graham.

COMMISSIONER BRISÉ: Thank you. You were just about to mention something about the 1,500 to 1,800 people. If you could finish that line.

MS. DEVEREAUX: Yes. Just the -- just for 1,500 people for a year of Council on Aging's cost, that would be a difference between \$28,305 of a base rate to \$72,135. Just for the 1,500, not 1,800, not more, not all of the other costs.

20CHAIRMAN BROWN: Okay. Commissioner Graham.21COMMISSIONER GRAHAM: Thank you. I just want22to thank you for coming with the facts that you have.

MS. DEVEREAUX: Thank you.

COMMISSIONER GRAHAM: This all goes into the record. And the hard facts, you know, that you just --

000096 you did the research, and those are things that we can 1 go back to when we're going through the technical 2 hearing of it all. So the effort that you put into this 3 before you came here today is -- it's definitely 4 appreciated. 5 MS. DEVEREAUX: Thank you. 6 7 CHAIRMAN BROWN: Ahh, that's nice. Any -- Commissioners, any other comments or 8 9 questions? 10 Thanks for coming out. MS. DEVEREAUX: You're welcome. 11 12 CHAIRMAN BROWN: Next customer. 13 MR. KELLY: Ms. Dorwarth, Pam Dorwarth. 14 She'll be followed by Mary Sheesley. CHAIRMAN BROWN: Hold on one sec. 15 16 MS. DORWARTH: Hi. 17 CHAIRMAN BROWN: Hi. He's got a mic for you. Just one sec. If we could get the mike. Do you mind 18 19 holding the mike? MS. DORWARTH: Wait a minute. Oh, okay. 20 21 First of all, I'm a federal ADA liaison, and I've been 22 for the state for almost 25 years. I'm a lip reader, so 23 this has been very, very interesting. I'm not deaf. 24 I'm a lip reader. So thank God I've been doing it since 25 I was 17 and I'm 70. So reading from the side is a

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little difficult. Sometimes I miss out.

I want to also explain, as I did to counsel, I wish I had had all of these statistics. Do you know how many disabled people live in this community, how many do not know you exist? I live in a complex for physically disabled, low-income people. There's 45 in my complex, and they have two more additional with 14. We each have an individual pay our electric bill. But it's not owned. We rent. Think about all the people that are disabled. And I'm sorry that nobody behind me, I don't think, can hear me. Can they?

CHAIRMAN BROWN: Yes, they can.

MS. DORWARTH: Oh, they can.

CHAIRMAN BROWN: Yeah. You're speaking in the mike.

MS. DORWARTH: I don't know if you can lip read from the back or not. But, anyway --

CHAIRMAN BROWN: Could you state your name, please, for the record, and your address?

MS. DORWARTH: Oh, I'm sorry. I had my card I was going to give you, but it's Pam Dorwarth.

CHAIRMAN BROWN: Okay.

MS. DORWARTH: I live in Panama City Beach at a disability complex. My telephone number is (850)230-8222. First of all, as I said, we're talking

about at least 70, but I understand from the voters' registration we have over 30,000 disabled people in this community. Low income, and I mean low income, less than \$7,000 a year, and some have less than that. You're raising their rates that is more than their food bill, their medical bill. I mean, it doesn't make any sense, and we'll discuss this later.

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Some complexes, which we are renting, and you have those criteria, you must be low income and physically disabled, they don't even come out and tell you that you're going to have a rate increase, whether it be -- and I'm familiar with your Commission, and I try to explain to them that people sometimes that are managing won't even let you come out and talk to us. Because I'm involved with so many organizations and whatever, I knew about -- I found out about this last week actually.

But when you lose your electricity and you are on life-sustaining equipment that is run by electricity -- I met with Tina, I believe her name is, with the power company here in Panama City --

CHAIRMAN BROWN: You have about ten seconds left.

MS. DORWARTH: Okay -- some time ago and made sure our facilities -- as soon as you lose your

000099 electricity, which happens a lot, then we're the first 1 ones turned on. If somebody doesn't renew that, as this 2 lady was saying, we -- we have no recourse. 3 CHAIRMAN BROWN: Ma'am, thank you so much for 4 5 your testimony, and encourage you to provide written comments, if you have other comments. 6 7 MS. DORWARTH: Yes, I'm going to discuss with 8 them. Thank you. 9 CHAIRMAN BROWN: Thank you for coming out 10 today. MS. DORWARTH: But I just wanted to let the 11 rest of the Commission know there is a large amount of 12 13 people that are going to be harmed by this. Thank you. 14 CHAIRMAN BROWN: Thank you. Commissioners, any questions or comments? 15 Again, thank you for coming out. 16 17 Next customer, Mr. Kelly. 18 MR. KELLY: Ms. Mary -- is it Sheesley? 19 CHAIRMAN BROWN: Mary Sheesley. 20 (No response.) 21 Nope, next customer. 22 MR. KELLY: Brenda -- is it Mirade (phonetic)? 23 MS. MIRACLE: Miracle. MR. KELLY: Miracle. I'm sorry. She will be 24 25 followed by Linda MacBeth.

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CHAIRMAN BROWN: Ms. Miracle.

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MS. MIRACLE: Yes, it's hard to live up to, but I try.

CHAIRMAN BROWN: Good afternoon. That's a great name.

MS. MIRACLE: Thank you. My name is Brenda Miracle. I live at 3507 Treasure Circle, Panama City Beach. And my phone number is (850)896-9149. And I am a member of the Bay County League of Women Voters.

I have lived in Bay County since 1999. I am a self-employed single woman. I am a real estate broker. I have a small real estate office that I own, and my two sons work with me as realtors. But I'm here today mainly because I'm also a landlord. I own 16 rentals in the Panama City Beach area, and I pay the electric bill on all 16 of my properties, and that's why I'm here to talk to you today. I'm not only speaking for myself, but for my tenants. My properties are not vacation rentals, and my tenants are not tourists.

This increase in electric bills cannot be passed on to a tourist who is in Panama City Beach for a short time. It will have an affect not only on me, but for the families that rent from me. Many of my tenants work in the service industry on the beach, and I can quarantee you they're all considered lower income. But

I am not a slumlord. They are wonderful tenants. I have been doing this since 1999, and some of them have been with me for years.

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I have one tenant, her first name is Jackie. She works at a restaurant. She's been with me for 15 years. She works closely with me to make sure that we keep the electric bill down because they know that that's one reason that they can continue to rent from me, that I can keep my rent low, even though I am paying the utilities.

Chris and Street, they also -- Chris works at a local bar, Street works at some of the restaurants, they've been with me for nine years. Ashley and her husband, her three children, one of them has a disability, they've been with me for five years. I'm telling you about my tenants so that you don't think, as Sandy Sims said in her article today, I don't know if she's here or not, but she said that these lower rates were a benefit to vacation homeowners and condo owners that don't live here all the time. But she --

CHAIRMAN BROWN: You have about 20 seconds, ma'am.

MS. MIRACLE: She needs to realize that it also affects her local people. My tenants are doing our part to keep the usage down. As I said, I have a close

000102 relationship with them. The filters are changed on a 1 regular basis. I've replaced -- within the last two 2 3 years, I replaced a few of the heating and cooling units. 4 5 CHAIRMAN BROWN: Five seconds, ma'am. MS. MIRACLE: I'm sorry? 6 7 CHAIRMAN BROWN: Five seconds. If you could wrap it up. 8 MS. MIRACLE: Okay. I'm asking you, not just 9 10 for me but for my tenants, to say no to an increase. CHAIRMAN BROWN: Thank you for your testimony 11 today. I have to ask you, Ms. Miracle, as a real estate 12 13 broker, have you seen the Panama City area real estate 14 market pick up over the past year or two? 15 MS. MIRACLE: Yes, thank goodness. It is. 16 CHAIRMAN BROWN: That's great. Nice to hear. 17 Commissioners, any questions, comments? 18 Thank you. 19 MS. MIRACLE: All right. Thank you. 20 CHAIRMAN BROWN: Next customer. 21 MR. KELLY: After Ms. MacBeth is -- is it 22 Sahara Peters? 23 MS. PETERS: Yes. 24 CHAIRMAN BROWN: Good afternoon. 25 MS. MacBETH: Good afternoon. I am Linda FLORIDA PUBLIC SERVICE COMMISSION

MacBeth, and my heart is broken from these testimonies. But I have a story. I live at 126 Northeast Avenue. Ι live in Millville, and I live in a 1934 mill house. We've talked about the insulation. I am a bit of an environmental nut, several of you know me in the room, and I, on purpose, keep my energy rock bottom. Μv energy bill -- well, let me just read my little thing because I'm going to get all -- I live in a tiny house. I like to call it not restored but reused. I also have a tiny carbon footprint on purpose. I hang my laundry out to dry on a line. I don't have a dryer on purpose. Tiny carbon footprint. I pay roughly \$27 to \$32 a month, except in August where I broke down. John Robert and I have a contest on who's going to turn the air conditioner on first, and I broke down. And I have a tiny window unit so that I can sleep at a night, once -one month when it's too hot to sleep. So I'm a nut; right?

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I do this on purpose. I live in Millville. I'm going to cry. My neighbors also dry their clothes on a line, but not on purpose. They don't own dryers. With this rate hike, you will be punishing the poor and less advantaged. These are hard workers, my neighbors. They're clinicians, they're painters, they're engine repair, they're grandmothers. And I'm going to be that,

you know. They're retired veterans. You're increasing our rates. I mean, my rate is going to be increased double; right? Is that -- I mean, I can afford that. I do this on purpose, and it's -- anyway. That's not -okay. That's my now.

I have a future. From what I understand, this money is building new gas -- this hike is building for new gas-related infrastructures, plants and pipelines. I realize that you guys are very into -- I'm not talking -- I'm speaking to Gulf Power now. I realize that Gulf Power is very tied into this investment. This is a backwards investment. I want you to think big, Gulf Power. I want you -- I want you to think beyond, I want you to think of our planet, and I want you to think of the people that you serve. We will be behind you and excited to be part of the cure in the future.

CHAIRMAN BROWN: Ten seconds.

MS. MacBETH: Right now we, the people, and I think -- I think we've proved this, we, the people, are not behind you, and, in fact, we will be very actively against you.

CHAIRMAN BROWN: Thank you, Ms. MacBeth, for your testimony.

MS. MacBETH: I have one last thing. I also -- locally I love these guys. I know them. Our

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000105 children -- my son went to school with them. They were 1 best friends. 2 CHAIRMAN BROWN: Thank you. Thank you, 3 Ms. MacBeth, for your testimony. Again, if you'd like 4 to provide things in writing --5 MS. MacBETH: They're locally great. 6 7 CHAIRMAN BROWN: -- we accept written comments Thank you. 8 as well. 9 MS. MacBETH: On paper. 10 CHAIRMAN BROWN: Thank you. 11 All right. Next customer, please. 12 MR. KELLY: After Ms. Peters is Vivian Mike. CHAIRMAN BROWN: Good afternoon. 13 14 MS. PETERS: Hi. My name is Sahara Peters. I'm Alvin Peters' and Cecile Scoon's daughter. 15 They are Gulf Power customers. I'm just a Gulf Power user. We 16 17 live at 512 Bunkers Cove Road, Panama City, Florida. 18 Our phone number is (850)872-1717. 19 I have a few notes from my father. I'm going 20 to be speaking on his behalf today. He's out of town. 21 And then as myself, and then maybe there's a third hat. 22 I'm going to try that one on. So he sent me here with 23 some notes. He just wanted me to say that he's been a 24 giant advocate for solar panels and solar power in 25 Florida. He worked really hard with League of Women

Voters, which I'm also a member. My mother is the local president. We worked very hard to oppose Amendment 1, and we're very happy about that. And we've also worked very hard to have a -- the U.S. Solar Panel Investment Group to do a -- so I want to talk about that a little bit.

So the initial solar power investment is about \$10,000 on a private homeowner, and this power -- this rate hike is going to do a little bit of damage to that. It's going to be a disincentive for that initial investment. And that investment is not just for the homeowner and for having clean energy in your own home, it's for the entire community. Florida is an ecotourism destination, and I think by disincentivizing solar power and clean energy, we're going to be doing a lot of damage to our environment, which is an environment that I will be living in for hopefully quite some time and my children will live in, and I hope that they can enjoy it.

So he sent me here with a little bit of stats. Our house uses about 1,500 to 2,000 kilowatts per hour a month, and that's because my father -- we have a big house, but my father always demanded that you put on a pair of socks and a hat before you turn on the heater. And with our -- our solar panels most likely would

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generate that amount of money -- that amount of kilowatts, which would put us in the lowest -- the lowest bracket of users. So it would cause, he said, a double -- it would double our rate. So I think that sounds like quite the wrong direction.

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Let me go ahead and speed up to just talk about what I personally feel like.

CHAIRMAN BROWN: You've got about 30 seconds. MS. PETERS: Yeah. I think that this makes absolutely no sense. I think that it is important to remember that our -- the current impacts or the amount of money that we're going to be drawing out of people's pockets today, but I also think it's important to consider the future impact. So when I talk about my future, I talk about enjoying my environment, enjoying my time on this Earth. I talk about having my children grow at that time, and I think that we are ruining that opportunity. And in a time of uncertainty and confusion about how our environment is going to last, I think that this is, you know -- having people be able to pay less for using more, I think that bulk buying energy is not the -- is not the way to go. All right? Conserving energy is the way to go. And I want to preserve, you know. So I think that we need to seriously consider this.

CHAIRMAN BROWN: Thank you, Ms. Peters, for your testimony and your father's notes too. Commissioners, any questions or comments?

Thank you.

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Next customer, please.

MR. KELLY: After Vivian Mike, after Ms. Mike is Rhonda Lynch.

CHAIRMAN BROWN: Good afternoon.

MS. MIKE: Good afternoon. Thank you for giving me this opportunity to speak. You know that corporations don't have feelings, but people do. And when people squeeze out the last few dimes that they have to pay their power bill, then that is degrading to them. I represent my community. The meeting is held at 10:00. My people are at work.

CHAIRMAN BROWN: Could you state your name, please, and address?

MS. MIKE: Oh, I am so sorry. I'm Vivian Mike. I live at 1010 East 13th Court, and my phone number is 763-4985.

CHAIRMAN BROWN: Thank you.

MS. MIKE: And I live very close to Gulf Power, and they have some great workers there. But if you haven't been in a struggle, you don't know what the struggle is. And when you're on a fixed income and

you're paying the max, it seems, that you can pay for 1 2 your power bill, then you're in trouble. And even those 3 people who are working are still having struggles trying to pay their light bill. And so if you're on a fixed 4 5 income, if you're a senior citizen, like I am, and I'm proud to say that, but then the struggle is real. So I 6 7 ask you to please say no to the increase. And if you say -- if the increase happens, then don't let it be as 8 9 much as they are asking for because people need their 10 electricity. Thank you. 11 CHAIRMAN BROWN: Thank you, Ms. Mike, for your 12 testimony. 13 Next customer, please. 14 MR. KELLY: Rhonda Lynch. 15 CHAIRMAN BROWN: Rhonda Lynch. 16 MR. KELLY: After Ms. Lynch is Francis 17 Rogaski. 18 CHAIRMAN BROWN: Hello. 19 MS. LYNCH: Good afternoon. Hi. Nice to meet 20 My name is Rhonda Lynch. I live at 924 Florida you. 21 Avenue, Unit No. 53, Panama City, Florida 32401. Phone 22 number is (850)532-9737. I am founder and president of 23 the nonprofit Homeless Identification Program, and I'm a 24 member of the Doorways Northwest Florida, formerly known 25 as the Hunger and Homeless Coalition of Northwest

Florida. And I'm also a fixed income individual that just got notice that the Medicare increase is actually going to eat up, and my check that's coming in next year will be lower than the one I got last year. I am continually on a payment arrangement with Gulf Power every month. I have to go into a payment arrangement. I can't pay it on time. And I am picking up a part-time job in the meantime.

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What I'm concerned about is, from hearing everyone here -- at first I did not sign up to speak and then I later decided to because there are -- and I encourage anyone that would like to come every second Tuesday at the coalition meetings that we have over at the Episcopal church that is up on Lindsey Avenue there.

Anyway, we are fighting, struggling, trying to get people off the streets. We are fighting and struggling trying to get these people funded for the utilities, for their rent assistance, for their food assistance, for them to find jobs. We're trying to compete with barriers so they have both mental and physical. And in the meantime, you know, this sort of feels like maybe a tantrum reaction, although I'm not finger pointing, please, a tantrum reaction to the, you know, voter outcome. We don't -- it feels that way. I'm just speaking personally. But what this could

possibly feasibly turn into is many more homeless individuals. And most of our homeless individuals are not transients that have just come here. Most of them have been here ten years or more. We will be doing a point-in-time count to determine a ballpark figure of what our homeless individual numbers are, and they are considerably lower than what the actual number is when we get the count. As of January 27th, we will find out where -- any individual we can find homeless, where they spent that night.

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I'm just concerned. I oppose the rent -- the utility hike. And I mean, you know, everybody, every business does have to go up a little bit. So, I mean, if they, you know -- but I just -- I lived most of my life over in California and lived a couple of decades in Jacksonville, and I've never seen a utility hike like this. So thank you very much.

CHAIRMAN BROWN: Thank you, Ms. Lynch. Ms. Lynch, just a question. Could you restate that you're founder and president of --

MS. LYNCH: It's the Homeless Identification Program, Incorporated. We assist the homeless individuals get their documents, birth certificates, and their certificates and stuff so we can get them an ID to find work.

CHAIRMAN BROWN: Thank you. Thank you for your work.

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Commissioners, any comments, questions? Thanks again.

MR. KELLY: After Francis Rogaski is Charlotte Elsner.

MR. ROGASKI: My name is Francis Rogaski. I live at 8832 Tower Road. My phone number is (850)722-9799. I've seen these rate rates, and the biggest thing I can think of right now is that you gentleman and lady should take a ride down 231. Right next to the railroad track you'll see a massive substation that Gulf Power just put in. You take a look on Star Avenue, you find another one they put in.

Right now this, to me, smells like the same problem they had down in South Florida where they said they were going to build for the future but never gave no date. We don't know how long we're going to be here; they don't know how long they're going to be here. And all this is going to do is put money in their accounts. Okay?

The interest and the 11 percent that they already get right now is too damn high. Where in this country can you invest your money and get 11 percent? This is a scam. I think it's unfair, and I think they

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need to be cut. That's all I have to say.

CHAIRMAN BROWN: Thank you, Mr. Rogaski. MR. ROGASKI: Thank you.

CHAIRMAN BROWN: Next customer, please.

MR. KELLY: Ms. Charlotte Elsner is the last one signed up.

CHAIRMAN BROWN: Thank you. Good afternoon.

MS. ELSNER: Good afternoon. I would like to thank you, you know, for picking Panama City to come to have the hearing here. Usually Panama City gets kind of -- is down on the bottom.

I personally object for the -- to the severe proposed price increase.

CHAIRMAN BROWN: Could you state your name and address for the record? My apologies.

MS. ELSNER: Oh, yeah. Okay. My name is Charlotte Elsner. I live at 218 Lake Ridge Drive, Panama City. And my telephone number is 522-8208.

And I would like to state that most elderly and disadvantaged people in the area also cannot afford this tremendous price increase. I think it really should be lowered to what we have now. It's really excessive. And I would like to tell Gulf Power, what have you done since the last price increase to bring up your -- the power supply to your customers? I have

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noticed that every time we have an inch of rain, the power goes out. And sometimes it's just a few minutes, but on other times, like from last Saturday -- not this last Saturday but on one Saturday, it was out from 10:00 until 5:00 in the afternoon. And, you know -- you know, there are families with children. There are people that have medical equipment that they need to survive. What are they supposed to do if the power is gone?

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So you haven't done anything that -- you are not even cutting your grass under your trans-country (phonetic) power lines. I mean, I live in an area where I see your lines every day, and I think you are a company who has no regard for the small person that lives in this area and we should not be paying. And you are the power commission. You should recognize how -how severely this would hurt the people here. And so I thank you.

> CHAIRMAN BROWN: Thank you for your testimony. Commissioners, any questions or comments? None.

And, Mr. Kelly, that is the last customer who has signed up?

MR. KELLY: Yes, ma'am.

CHAIRMAN BROWN: All right. Is there anybody

here today that has not spoken that would like to address the Commission? (No response.) Seeing none, going once, twice. I want to thank you, again, for assisting us in this process. This will be concluding our service hearings. Our technical hearing will be starting the second week in March, again, go for a week. Please feel free to check it out online or come visit and watch in Tallahassee, but it will be a technical hearing. And I want to thank you again for helping us out. Commissioners, if there are no closing comments, this service hearing is officially adjourned. Thank you. (Service hearing adjourned at 12:31 p.m. CST) FLORIDA PUBLIC SERVICE COMMISSION

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1	000116 STATE OF FLORIDA)
2	: CERTIFICATE OF REPORTER COUNTY OF LEON)
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4	I, LINDA BOLES, CRR, RPR, Official Commission
5	Reporter, do hereby certify that the foregoing proceeding was heard at the time and place herein
6	stated.
7	IT IS FURTHER CERTIFIED that I stenographically reported the said proceedings; that the same has been transcribed under my direct supervision;
8	and that this transcript constitutes a true transcription of my notes of said proceedings.
9	I FURTHER CERTIFY that I am not a relative,
10	employee, attorney, or counsel of any of the parties, nor am I a relative or employee of any of the parties'
11	attorney or counsel connected with the action, nor am I financially interested in the action.
12	DATED THIS 10th day of February, 2017.
13	DATED THIS TOOL day of repracty, 2017.
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