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Commissioners: Art Graham, Chairman Julie I. Brown Donald J. Polmann Gary F. Clark Andrew Giles Fay



DIVISION OF ENGINEERING TOM BALLINGER DIRECTOR (850) 413-6910

Public Service Commission

April 18, 2018

Ms. Rhonda J. Alexander Gulf Power Company One Energy Place Pensacola, FL 32520-0780 rjalexad@southernco.com STAFF'S SECOND DATA REQUEST VIA EMAIL & US MAIL

Re: Docket No. 20180081 – EQ- Petition for approval of new standard offer for purchase of firm capacity and energy from renewable energy facilities or small qualifying facilities and approval of tariff schedule REF-1, by Gulf Power Company.

Dear Ms. Alexander:

By this letter, the Commission staff requests that Gulf Power Company (Gulf) provide responses to the following data requests.

- 1. Does Gulf utilize forecasted fuel prices as part of its energy payment assumptions associated with its Standard Offer Contract filed in this docket?
- 2. If the response to Question 1 is affirmative:
 - a. Please provide a copy of the fuel price forecast used in developing the energy payment assumptions associated with its Standard Offer Contract filed in this docket.
 - b. Please identify the source and date of the fuel price forecast used in developing the energy payment assumptions associated with its Standard Offer Contract filed in this docket.
 - c. Please discuss Gulf's fuel forecasting methodology. Please also remark on the approximate length of time Gulf has employed this same or very similar fuel forecasting methodology for business planning purposes.
 - d. Please discuss if and how Gulf tests the reasonableness of its forecasted fuel prices (fuel forecasts).
 - e. Please provide any alternative fuel price forecasts Gulf used to gauge the robustness of its Standard Offer Contract filed in this docket.

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Please submit your responses by May 3, 2018, to the address below:

Office of Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399

If you have any questions please contact Mr. Bill McNulty by phone at (850) 413-6848 or by email at <u>bmcnulty@psc.state.fl.us</u> or me by phone at (850) 413-6682 or by email at <u>dwright@psc.state.fl.us</u>.

Sincerely,

Douglas Wright Engineering Specialist Florida Public Service Commission Division of Engineering

DW:tj

cc: Office of Commission Clerk (Docket No. 20180081-EQ)