One Energy Place Pensacola, Florida 32520

Tel 850.444.6111

7

ORIGINAL

DISTRIBUTION CENTER

01 AUG 27 AN 8: 34



August 22, 2001

Ms. Vicki Gordon Kaufman McWhirter, Reeves, McGlothlin, Davidson, Decker, Kaufman, Arnold & Steen, P. A. 117 South Gadsden Street Tallahassee FL 32301

010827-EI

Dear Ms. Kaufman:

Enclosed is Gulf Power Company's response to FIPUG's Third Request for Production of Documents, No. 5, in the above docket.

Sincerely,

wan D. Ritenaus

Susan D. Ritenour Assistant Secretary and Assistant Treasurer

Enclosure

lw



DOCUMENT NUMBER-DATE

FIPUG's Second Request for Production of Documents Docket No. 010827-EI GULF POWER COMPANY August 17, 2001 Item No. 4 Page 1 of 1

4. Please provide, in electronic format, (with all formulae and links intact), all analyses performed by Gulf in evaluating the cost-effectiveness of the Southern Power PPA versus the rate basing of Smith Unit 3. This includes, but is not limited to, the analysis underlying Exhibit RRL/MWH-1 and the analyses underlying Gulf's responses to Staff Interrogatory No. 57.

ANSWER:

In response to this request, Gulf is providing a CD containing three electronic files corresponding to the comparison set forth in Exhibit RRL/MWH-1 and the two iterations of that comparison run at the request of the FPSC Staff in order to respond to Staff Interrogatory No. 57. As a point of clarification, the analysis that comprises Exhibit RRL/MWH-1 is the only analysis "... performed by Gulf in evaluating the cost-effectiveness of the Southern Power PPA versus the rate basing of Smith Unit 3." The two additional iterations contained on the CD provided in response to this request were performed at the request of the FPSC Staff solely in order to respond to Staff Interrogatory No. 57.

Pursuant to an agreement reached with counsel for FIPUG, the CD provided in response to this request is being sent directly to FIPUG's consultant at the following address:

Jeffry Pollock Brubaker and Associates, Inc. 1215 Fern Ridge Parkway Suite 208 St. Louis, Missouri 62141 (314)275-7007 ext 231

The CD provided in response to this request is confidential and proprietary business information belonging to Gulf Power Company and is being submitted as such to FIPUG's consultant pursuant to the non-disclosure agreement with Gulf Power that has been executed by John W. McWhirter, Esquire, Vicki Gordon Kaufman, Esquire and Jeffry Pollock. The CD remains the property of Gulf Power Company and shall be treated by Mr. Pollock consistent with the non-disclosure agreement.

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Gulf Power Company's petition for approval of purchased power arrangement regarding Smith Unit 3 for cost recovery through recovery clauses dealing with purchased capacity and purchased energy

Docket No.: 010827-EI

Certificate of Service

this <u>22nd</u> day of August 2001 by U.S. Mail or hand delivery to the following:

Marlene Stern, Esquire Staff Counsel FL Public Service Commission 2540 Shumard Oak Boulevard Tallahassee FL 32399-0863

Jack Shreve, Esquire Office of Public Counsel c/o The Florida Legislature 111 W. Madison St., Room 812 Tallahassee FL 32399-1400

Joseph A. McGlothlin, Esquire McWhirter Reeves, P.A. 117 S. Gadsden Street Tallahassee FL 32301

Ronald C. LaFace, Esquire Greenberg Traurig, P.A. P. O. Drawer 1838 Tallahassee FL 32302

MA Bern

JEFFREY A. STONE Florida Bar No. 325953 RUSSELL A. BADDERS Florida Bar No. 0007455 Beggs & Lane P. O. Box 12950 Pensacola FL 32576 850 432-2451 Attorneys for Gulf Power Company

John W. McWhirter, Esquire McWhirter Reeves, P.A. 400 N. Tampa St., Suite 2450 Tampa FL 33602