One Energy Place Pensacola, Florida 32520-0780

Tel 850.444.6530 Fax 850.444.6026 RLMCGEE@southernco.com



August 13, 2013

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



Re: Gulf Power Company Retail Rate Filing, Docket No. 13014C _.

Dear Ms. Cole:

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

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

Sincerely,

A.M. S.A.

Robert L. McGee, Jr.

md

Enclosure

BEFORE THE

FLORIDA PUBLIC SERVICE COMMISSION

DOCKET NO. 130140-EI



RATE CASE SYNOPSIS



I. PURPOSE

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Pursuant to Rule 25-22.0406(4)(a), Gulf Power Company is providing a synopsis of its rate request.

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

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Under Gulf's proposal, the following typical monthly bill increases would apply to the usage shown when the proposed new rates are put into effect on and after the first billing period in April, 2014.

A Residential Service monthly bill for 1,000 kWh would increase from \$118.88 under the current rates to \$127.82, a 7.5 percent increase.

A small commercial General Service monthly bill for 1,500 kWh would increase from \$181.69 under the current rates to \$191.17, a 5 percent increase.

A General Service Demand monthly bill for 25 kW and 11,000 kWh would increase from \$1,008 under the current rates to \$1,056, a 5 percent increase.

A Large Power Service monthly bill for 500 kW and 288,000 kWh would increase from \$23,714 under the current rates to \$25,421, a 7 percent increase.

A Large Power Service monthly bill for 658 kW and 288,000 kWh would increase from \$25,336 under the current rates to \$27,403, an 8 percent increase.

A Large Power Service monthly bill for 1,315 kW and 288,000 kWh would increase from \$32,081 under the current rates to \$35,645, an 11 percent increase.

A Large Power Service Time-of-Use monthly bill for 5,000 kW on-peak demand, 600,000 kWh on-peak energy, 5,000 kW max demand, and 1,800,000 kWh off-peak energy would increase from \$203,297 under the current rates to \$219,852, an 8 percent increase.

-2-

III. MAJOR RATE CASE ISSUES

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

1. What is the appropriate test year for setting base rates?

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

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

IV. EXECUTIVE SUMMARY OF THE RATE CASE

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Gulf Power is investing in our customers and communities through the largest power grid construction program in its history. Major capital investments have been and will be made to maintain our electric system, to strengthen and expand our existing infrastructure and to add new transmission lines. Part of the new transmission line construction is to help the Company comply with new federal environmental regulations that require plants to be shut down at regular intervals.

Gulf Power Company's Petition, new rate schedules, testimony, and Minimum Filing Requirements (MFRs) are filed pursuant to Section 366.06(3), Florida Statutes. Gulf seeks new base rates and charges which, based upon projected operations during the period January 2014 through December 2014 ("the test year"), would provide additional gross annual jurisdictional revenues of \$74.4 million. This amount represents a 5.9 percent increase in retail revenues from sales of electricity. This revenue increase would allow for an overall rate of return of 6.47 percent and a return on equity (ROE) of 11.5 percent (the midpoint). If the Florida Public Service Commission (FPSC or the Commission) finds that mandatory environmental compliance related transmission investments should be included in base rates rather than through an alternative cost recovery mechanism such as the Environmental Cost Recovery Clause, Gulf Power is also requesting an additional \$16.4 million increase to take effect in 2015.

If the request for rate increase is granted, the price for a residential customer buying 1,000 kilowatt hours of electricity in a month will increase in

-4-

April, 2014 by \$8.94 or 7.5% over the current price of \$118.88. In 2015, the price would increase an additional \$1.99 per month if the Commission does not allow recovery of the environmental compliance related transmission investments discussed above through a cost recovery clause. The increased revenues sought by the Company are necessary to maintain efficient, reliable service and the Company's financial integrity. Without rate relief, the overall jurisdictional return earned in the test year would be only 4.05 percent and the jurisdictional return on common equity will fall to 5.14 percent which is well below the level determined to be reasonable by the Commission in Gulf's last rate case.

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V. DESCRIPTION OF THE RATEMAKING PROCESS AND TIME SCHEDULE

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

attorneys, accountants, rate analysts and financial analysts, and may employ outside consultants as expert witnesses. OPC participates in major rate cases, analyzes information filed by the utility, assists members of the public who wish to testify and provides expert witnesses on various issues in the case.

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- 5. Intervenors Other interested parties representing consumer groups, industrial groups, commercial organizations, government entities and others participate in the ratemaking proceedings. An intervenor is someone who has been granted permission to participate as a party in order to represent a specific interest or point of view in the rate case through a petition to the Commission. Each intervenor has equal opportunity with the other parties and FPSC staff to ask questions, present testimony and cross-examine witnesses.
- B. What is involved in the ratemaking process? What information is considered?

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

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

-7-

year" letter starts a process that will likely continue over the next ten to fourteen months allowed under the Florida Statutes for the Commission to investigate the case.

- 2. Next, the utility files its formal request for a rate increase. This includes Minimum Filing Requirements (MFRs), which are required by the Commission's Rules. These MFRs contain hundreds of pages of figures and reports regarding the utility's expenses, investment and operations during the test year. The utility also files the testimony of its witnesses in support of the rate increase requested. The law requires that the utility carry the burden of proof and show why the requested increase is needed.
- 3. Before the ratemaking process is over, the Commission will try to gather all significant information about the utility. The FPSC staff, OPC and any other intervenors will typically ask for additional information as the case continues. This data provides details about the utility's supplies, expenses, taxes, construction expenditures, depreciation and other operating and financial matters that are crucial to making a decision in the case. The Commission's auditors will review the utility's books and records and file their report. Additional testimony may be filed by the utility, the FPSC staff, OPC and any other intervenors.
- 4. Hearings a utility cannot change its prices (up or down) without authority from the Commission, and rate case procedures provide

-8-

for public hearings as part of the Commission's decision-making process. These hearings are governed by rules similar to those used by courts. Witnesses are sworn and subject to crossexamination. The final decision made by the commissioners must be based upon information presented during the hearings.

- a. The first hearings are scheduled in the local service area to hear from customers. At these "service hearings" customers may tell the Commission about any service related issues they have experienced. This information may lead to the identification of issues that the Commission will investigate further as part of the case.
- b. After time for investigation of all information, the Commission will hold additional hearings for detailed review of all technical, legal, and financial issues in the case. These hearings may last for several days. Witnesses from all parties, including the utility, the FPSC staff, OPC and any other intervenors, present testimony and are cross-examined. Among the things the Commission looks for are expenditures that could be considered unnecessary or imprudent. Such expenditures would be disallowed for ratemaking purposes, which means ratepayers do not have to pay for those costs. The hearings may be viewed online

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at the Commission's web site at:

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www.floridapsc.com/agendas/audiovideo/index.aspx

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

 www.florida/dockets/cms/

 using the following Docket

 Number: 130140.
- 5. After hearing, legal briefs are filed by the parties to summarize their positions. The Commission staff reviews the briefs and the record produced at hearing, and then produces a recommendation to the Commission that addresses each issue identified in the case.
- 6. The Commission then holds a Special Agenda Conference and votes on the issues, first on revenue requirements issues and then on rate issues. After the votes, Commission attorneys prepare a final order that reflects the Commission's votes and provides background for the case, the basis for each of the decisions reached, the new approved rates and the effective dates of the new rates. After the Commission order is issued, parties will have an opportunity to ask the Commission to reconsider its decision on the issues. After reconsideration, any party may appeal the final decision to the Florida Supreme Court.

GULF POWER COMPANY

2013 Retail Rate Case Schedule

(Docket No. 130140-EI)

Filing

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July 12, 2013

Service Hearings

Pensacola Tuesday, September 3, 2013 4:00 p.m. CST Pensacola State College Hagler Auditorium 1000 College Boulevard

Note: Auditorium is at the corner of Underwood Avenue and N. 9th Avenue

Pensacola, Florida 32504

November 15, 2013

Tallahassee, FL

Panama City Wednesday, September 4, 2013 10:00 a.m. CST Edgewater Beach Conference Center 11212 Front Beach Road Panama City Beach, FL 32407

Pre-hearing Conference

Hearing

December 9 – 13, 2013 Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL

Florida Public Service Commission 2540 Shumard Oak Boulevard

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

1. Panama City 1230 E. 15th Street

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- 2. Pensacola 418 W. Garden Street
- 3. Milton 5120 Dogwood Drive
- 4. Ft Walton Beach 140 Hollywood Boulevard S.W.
- 5. Chipley 1195 Jackson Avenue
- 6. Defuniak Springs 1226 Circle Drive
- 7. Niceville 1057 E. John Sims Parkway
- 8. Crestview 1655 S. Ferdon Boulevard

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

Ms. Darlene Howell Library Administrator West Florida Public Library 200 West Gregory Street Pensacola, FL 32502

Dear Ms. Howell:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the three main libraries in our service area.

Sincerely,

Robert L. Mc Serf.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Ms. Shader:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the three main libraries in our service area.

Sincerely,

Robert L. MErSonf.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850.444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

Mr. Gerry Demers Walton County Administrator 76 North 6th Street DeFuniak Springs, FL 32433

Dear Mr. Demers:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

2. M. See f.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

Mr. Ernie Padgett Okaloosa County Administrator 1804 Lewis Turner Blvd, Suite 400 Fort Walton Beach, FL 32547

Dear Mr. Padgett:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L.M.C. Serf.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

Mr. Edwin L. Smith Bay County Manager 840 W. 11th Street Panama City, FL 32401

Dear Mr. Smith:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Pola + J. M. Ser J.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Arnold:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Rolen & MEelen f.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Cadle:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert I. Mc Sal.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Campbell:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Stent I. M. Serp.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Combs:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Rolent L. M.S. Sonf.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Wise:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. M. S. S. p.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Theresa Farley Mayor of Cinco Bayou 10 Yacht Club Drive Cinco Bayou, FL 32548-4436

Dear Ms. Farley:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. M.E. See p.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

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Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Adams:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. Mi Seef.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850.444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable William Creekmore Mayor of Mary Esther 195 N. Christobal Road Mary Esther, FL 32569

Dear Mr. Creekmore:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

L. MESSer. A.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Sarah Seevers Mayor of Destin 4200 Indian Bayou Trail Destin, FL 32541

Dear Ms. Seevers:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Rolen F. Mc Son f.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444.6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Anderson:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. Millinfor f.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

Robert L. WicGee, Jr.

One Energy Place Regulatory & Pricing Manager Pensacola, Florida 32520-0780

> Tel 850 444 6530 Fax 850,444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Gayle F. Oberst Mayor of Panama City Beach 110 South Arnold Road Panama City Beach, FL 32413

Dear Ms. Oberst:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert A. M.S. S. A.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

Robert L. McGee, Jr. Regulatory & Pricing Manager Pensacola, Florida 32520-0780

One Energy Place

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Lawrence Cloud Mayor of Bonifay 301 North J. Harvey Etheridge Street Bonifay, FL 32425

Dear Mr. Cloud:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Robert L. McGee, Jr. Regulatory and Pricing Manager

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Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Thomas W. Abbott Mayor of Callaway 6601 State Road, Hwy 22 Callaway, FL 32404

Dear Mr. Abbott:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Robert L. McGee, Jr. Regulatory and Pricing Manager

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Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Farrington:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

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Robert L. McGee, Jr. Regulatory and Pricing Manager

md

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One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Charles B. Holman Mayor of Graceville P.O. Box 637 Graceville, FL 32440-0637

Dear Mr. Holman:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

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Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Musgrave:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

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Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Walter T. Kelley Mayor of Lynn Haven 825 Ohio Avenue Lynn Haven, FL 32444

Dear Mr. Kelley:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. M.C. Son J.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Thomas:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

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Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Ms. Curry:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Stert I. MErfer f.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Michelle Cook Mayor of Vernon P.O. Box 340 Vernon, FL 32462

Dear Ms. Cook:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert I. All See A.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Chuck Lockey Chairman, Jackson County Commission 2864 Madison Street Marianna, FL 32448

Dear Mr. Lockey:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. MC Lap.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Henry Chambers Chairman, Caryville City Council 4436 Old Spanish Trail Caryville, FL 32427

Dear Mr. Chambers:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. M.C. S. f.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444.6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Monty Merchant Chairman, Holmes County Commission 107 E. Virginia Avenue Bonifay, FL 32425

Dear Mr. Merchant:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Rolent L. MC So f.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

Robert L. McGee, Jr.

One Energy Place Regulatory & Pricing Manager Pensacola, Florida 32520-0780

> Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Bush:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert J. MESter J.

Robert L. McGee, Jr. **Regulatory and Pricing Manager**

md

Enclosure

Une Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Linda Cain Mayor of Chipley P.O. Box 1007 Chipley, FL 32428

Dear Ms. Cain:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. MErs A.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Ralph Hammond Mayor of Springfield P.O. Box 3717 Panama City, FL 32401-0717

Dear Mr. Hammond:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Steer J. MIC An f.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Brudnicki:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. MC Ser J.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

Mr. Hunter Walker Santa Rosa County Administrator 6495 Caroline Street, Suite M Milton, FL 32570

Dear Mr. Walker:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Rolen & I. M.C. Le p.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

Mr. Robert A. Cole Chairman, Santa Rosa County Commission 6495 Caroline Street, Suite M Milton, FL 32570

Dear Mr. Cole:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. M.C. See A.

Robert L. McGee, Jr. / Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Guy Thompson Mayor of Milton P O Box 909 Milton, FL 32572

Dear Mr. Thompson:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert J. MC See f.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850.444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Watkins:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert J. MIE Ser f.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. McCall:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

ME-f-A.

Robert L. McGee, Jr. Regulatory and Pricing Manager

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Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

Mr. Gene M. Valentino Chairman, Escambia County Commission 221 Palafox Place Pensacola, FL 32502

Dear Mr. Valentino:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

I. MC Sap.

Robert L. McGee, Jr. Regulatory and Pricing Manager

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Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

Mr. George Touart Escambia County Administrator 221 Palafox Place Pensacola, FL 32502

Dear Mr. Touart:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

ME Saf.

Robert L. McGee, Jr. Regulatory and Pricing Manager

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Enclosure

One Energy Place Pensacola, Flor:da 32520-0.780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Hayward:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. MEr Jap.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

Ms. Colleen Castille Pensacola City Administrator P O Box 12910 Pensacola, FL 32521

Dear Ms. Castille:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert L. M.C. J. p.

Robert L. McGee, Jr. Regulatory and Pricing Manager

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Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444.6026 RLMCGEE@southernco.com



August 9, 2013

The Honorable Beverly Zimmern Mayor of Gulf Breeze 1070 Shoreline Dr Gulf Breeze, FL 32561

Dear Ms. Zimmern:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely,

Robert J. dMc See f.

Robert L. McGee, Jr. Regulatory and Pricing Manager

md

Enclosure

Robert L. WicGee, Jr.

Gne Energy Place Regulatory & Pricing Manager Pensacola, Florida 32520-0780

> Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Mr. Eddy:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the rate request is being mailed to the chief executive officer of the governing body of each municipality and county within Gulf's service area.

Sincerely.

Polerof J. M.C. Seef.

Robert L. McGee, Jr. **Regulatory and Pricing Manager**

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Enclosure

One Energy Place Pensacola, Florida 32520-0780

Tel 850 444 6530 Fax 850 444 6026 RLMCGEE@southernco.com



August 9, 2013

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

Dear Ms. Gould:

RE: Gulf Power Company Retail Rate Filing

On July 12, 2013, Gulf Power Company filed with the Florida Public Service Commission a Petition for a retail rate increase in the amount of \$74,393,000. In accordance with FPSC Rule 25-22.0406(4), "Notice and Public Information on General Rate Increase Request", a synopsis of the filed Petition is being mailed to the three main libraries in our service area.

Sincerely,

Rolent L. All - Sant.

Robert L. McGee, Jr. Regulatory and Pricing Manager

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Enclosure