



Ms. Blanca S. Bayo  
June 15, 1995  
Page Two

5. Prepared direct testimony and exhibit of S. D. Cranmer.

In addition to the schedules attached to the testimony, enclosed is one copy for the hearing record of Schedules A1 through A12 previously filed with the Commission for the months of December 1994, January, February, March, and April 1995. These schedules are the schedules from May which have not yet been filed are identified as part of Ms. Cranmer's composite exhibit SDC-2.

Also enclosed is a 3.5 inch double sided, double density diskette containing the Petition in WordPerfect for Windows 6.1 format as prepared on a MS-DOS based computer.

Sincerely,



lw

Enclosures

cc: Beggs and Lane  
Jeffrey A. Stone, Esquire

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Fuel and Purchased Power Cost )  
Recovery Clause with Generating )  
Performance Incentive Factor )

Docket No. 950001-EI

Certificate of Service

I HEREBY CERTIFY that a true copy of the foregoing was furnished by hand delivery or the U. S. Mail this 15th day of June 1995 on the following:

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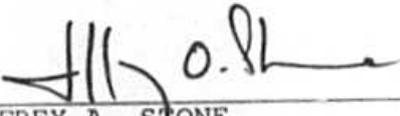
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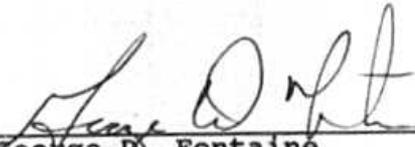
  
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AFFIDAVIT

STATE OF FLORIDA )  
 )  
COUNTY OF ESCAMBIA )

Docket No. 950001-EI

Before me the undersigned authority, personally appeared George D. Fontaine, who being first duly sworn, deposes, and says that he is the Performance Test Specialist of Gulf Power Company, a Maine Corporation, and that the foregoing is true and correct to the best of his knowledge, information, and belief. He is personally known to me.

  
\_\_\_\_\_  
George D. Fontaine  
Performance Test Specialist

Sworn to and subscribed before me this 12 day of June, 1995.

  
\_\_\_\_\_  
Notary Public, State of Florida at Large  
Commission Number: \_\_\_\_\_  
Commission Expires: \_\_\_\_\_

PEGGY ALLEN WILSON  
"Notary Public State of Florida"  
My Commission Expires July 29, 1997  
CC303770

Original  
FILE COPY

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

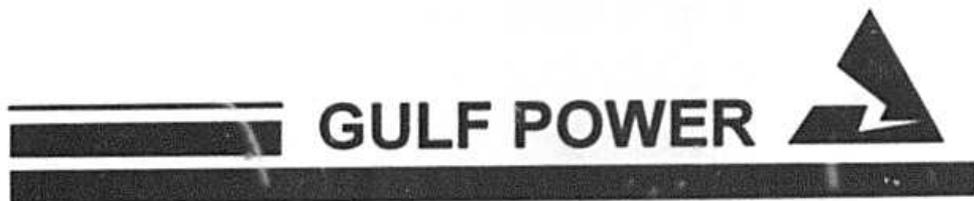
DOCKET NO. 950001-EI

PREPARED DIRECT TESTIMONY  
AND EXHIBIT OF  
M. L. GILCHRIST

FUEL AND PURCHASED  
POWER CAPACITY COST RECOVERY

OCTOBER 1995 - MARCH 1996

JUNE 16, 1995



DOCUMENT NUMBER-DATE

05696 JUN 16 88

FPSC-RECORDS/REPORTING

1 GULF POWER COMPANY

2 Before the Florida Public Service Commission  
3 Prepared Direct Testimony of  
4 M. L. Gilchrist  
5 Docket No. 950001-EI  
6 Date of Filing June 16, 1995

7 Q. Please state your name and business address.

8 A. My name is M. L. Gilchrist, and my business address is 500 Bayfront  
9 Parkway, Pensacola, Florida, 32520-0328.

10 Q. By whom are you employed and in what capacity?

11 A. I am Manager of Fuel and Environmental Affairs for Gulf Power Company.  
12

13 Q. Mr. Gilchrist, will you please describe your education and experience?

14 A. I graduated from Auburn University in 1958 with a Bachelor of Science  
15 Degree in Electrical Engineering. I joined Gulf Power Company in 1961  
16 as a Field Engineer. Since then, I have held various positions with the  
17 Company, including Power Sales Engineer, Division Sales Supervisor,  
18 Division Engineer, Supervisor of Fuel Supply, Assistant Plant Manager at  
19 Crist Electric Generating Plant, and Manager of Interchange and Fuel  
20 Supply. I was promoted to my present position June 1, 1989.

21  
22 Q. What are your duties as Manager of Fuel and Environmental Affairs?

23 A. I manage the fuel supply and environmental compliance activities of the  
24 Company. My responsibilities include fuel procurement, fuel contract  
25 administration, and fuel budgeting.

1 Q. Are you the same Lane Gilchrist who has previously testified before this  
2 Commission on various fuel matters?

3 A. Yes.  
4

5 Q. Mr. Gilchrist, what is the purpose of your testimony in this docket?

6 A. The purpose of my testimony is to support Gulf Power Company's  
7 projection of fuel expenses for the period October 1, 1995 to March 31,  
8 1996 and to be available to answer any questions that may occur  
9 concerning the Company's fuel procurement  
10

11 Q. Have you prepared an exhibit that contains information to which you will  
12 refer in your testimony?

13 A. Yes. I have prepared an exhibit consisting of one schedule. Schedule 1  
14 of my exhibit is a tabulation of projected and actual fuel cost for the past  
15 ten years. The purpose of this schedule is to illustrate the accuracy of our  
16 short term projections of fuel expenses.  
17

18 COUNSEL: We ask that Mr. Gilchrist's exhibit, consisting of one  
19 schedule, be marked as Exhibit No. \_\_\_\_\_ (MLG-2).  
20

21 Q. Has Gulf Power Company made any changes to its projection methods  
22 for this period?

23 A. No.  
24  
25

1 Q. Will there be any major changes in Gulf's fuel purchasing program during  
2 this period?

3 A. No. Gulf will continue to receive contract coal from Peabody CoalSales.  
4 The Company will supplement these receipts with purchases from the  
5 spot market.

6  
7 Q. How much spot market coal does Gulf Power project it will purchase  
8 during October 1995 through March 1996?

9 A. We are projecting the purchase of approximately 463,895 tons. This  
10 represents approximately 19% of our projected purchase requirements.

11  
12 Q. Mr. Gilchrist, does this conclude your testimony?

13 A. Yes.  
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25

AFFIDAVIT

STATE OF FLORIDA     )  
                                  )  
COUNTY OF ESCAMBIA )

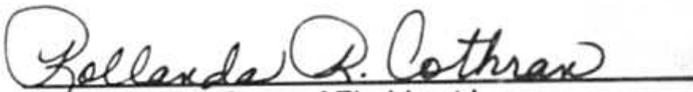
Docket No. 950001-EI

Before me the undersigned authority, personally appeared M. L. Gilchrist, who being first duly sworn, deposes, and says that he is the Manager of Fuel and Environmental Affairs of Gulf Power Company, a Maine corporation, and that the foregoing is true and correct to the best of his knowledge, information, and belief. He is personally known to me.



M. L. Gilchrist  
Manager of Fuel and Environmental Affairs

Sworn to and subscribed before me this 15th day of June, 1995.



Notary Public, State of Florida at Large

Commission Number:

Commission Expires:



GULF POWER COMPANY  
PROJECTED VS ACTUAL FUEL COST OF GENERATED POWER

<u>Period Ending</u>	<u>¢/KWH Fuel Cost (1)</u>		
	<u>Projected</u>	<u>Actual</u>	<u>Difference %</u>
March 1985	2.6374	2.6345	(0.11)
September 1985	2.7962	2.6853	(3.97)
March 1986	2.7203	2.6697	(1.86)
September 1986	2.6052	2.5236	(3.13)
March 1987	2.2856	2.3190	1.46
September 1987	2.3348	2.0639	(11.60)
March 1988	1.8588	1.8008	(3.12)
September 1988	1.8360	1.8160	(1.09)
March 1989	1.9630	1.9056	(2.92)
September 1989	2.0260	2.0724	2.29
March 1990	1.9688	1.9930	1.23
September 1990	2.0672	2.1840	5.65
March 1991	2.1028	2.2128	5.23
September 1991	2.1184	2.1255	0.34
March 1992	1.9524	2.0660	6.84
September 1992	1.9448	2.0401	4.90
March 1993	1.9458	1.9425	(0.17)
September 1993	1.9924	2.0408	2.43
March 1994	1.9050	2.0498	7.60
September 1994	1.8662	1.9373	3.81
March 1995	1.8874	2.0388	8.02
September 1995	2.0456	-	-
March 1996	1.9795	-	-

(1) Line No. 4 from FPSC Schedule A-1.