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March 24, 1999

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Ms. Blanca S. Bayó Director, Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

- PORTUS AND ORTUS AND GRING AND GRIND GRING AND GRING AND GRING AND GRING AND GRING AND GRING AND
- Re: Petition of Gulf Power Company to Determine Need for Proposed Electrical Power Plant in Bay County, Florida Docket No. 990325-EI

Dear Ms. Bayó:

Enclosed for filing on behalf of Gulf Power Company are the original and fifteen copies of its Preliminary Statement Regarding Issues and Positions.

By copy of this letter, this document has been furnished to the parties on the attached service list.

RECEIVED & FILED Very truly yours, eD1 OF RECORDS ACK Richard D. Melson AFA APP RDM/kcg CAF Enclosures cc: Jeff Stone CMU Russell Badders Bill Pope Linda Webb LEG LIN OPC RCH 122422.1 SE.C WAS ____ OTH _

DOCUMENT NUMBER-DATE 03814 MAR 248 FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition of Gulf Power Company to Determine Need for Proposed Electrical Power Plant in Bay County, Florida Docket No.: 990325-EI Filed: March 24, 1999

PRELIMINARY STATEMENT OF GULF POWER COMPANY REGARDING ISSUES AND POSITIONS

Gulf Power Company, ("Gulf Power", "Gulf", or "the Company"), by and through its

undersigned attorneys, hereby files this preliminary statement of issues and positions, saying:

Need Determination Issues

- **ISSUE 1:** Has Gulf Power Company demonstrated a need for the proposed power plant, taking into account the need for electric system reliability and integrity, as this criterion is used in Section 403.519, Florida Statutes?
- GULF: Yes.
- **<u>ISSUE 2</u>:** Has Gulf Power Company demonstrated a need for the proposed power plant, taking into account the need for adequate electricity at a reasonable cost, as this criterion is used in Section 403.519, Florida Statutes?
- GULF: Yes.
- **ISSUE 3:** Has Gulf Power Company demonstrated that the proposed power plant is the most cost-effective alternative available, as this criterion is used in Section 403.519, Florida Statutes?

GULF: Yes.

DOCUMENT MUMBER-DATE

- **ISSUE 4:**Are there any conservation measures taken by or reasonably available to Gulf
Power Company which might mitigate the need for the proposed power plant?**GULF:**No.**ISSUE 5:**Should the Commission grant Gulf Power Company's petition to determine
need for the proposed power plant?
- GULF: Yes.
- **ISSUE 6:** Should this docket be closed?
- GULF: Yes.

RESPECTFULLY SUBMITTED this 24 th day of March, 1999.

By: Pre O. Musa

RICHARD D. MELSON Fla Bar No. 201243 Hopping Green Sams & Smith, P.A. Post Office Box 6526 Tallahassee, Florida 32314 (850) 222-7500

JEFFREY A. STONE Fla. Bar No. 325953 RUSSELL A. BADDERS Fla. Bar No. 007455 Beggs & Lane P.O. Box 12950 Pensacola, FL 32576-2950 (850)432-2451

Attorneys for Gulf Power Company

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing was furnished to the

following parties by U.S. Mail or Hand Delivery (*) this 24th day of March, 1998.

Grace Jaye (*) Division of Legal Services Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Pie D. me

Attorney