

**Intracompany Correspondence**



Date: March 11, 2013

To: Stan Connally  
Bernard Jacob  
Mike Burroughs  
Bentina Terry

From: Scott Teel

A handwritten signature in black ink, appearing to read "Scott Teel".

Subject: Approval of the 2013 O&M and Capital Budgets

Attached for your information are the final approved Operations and Maintenance (O&M) and Capital budgets for 2013.

Attachment A contains the 2013 final budget and 2014-2017 forecasts for the following:

- O&M, excluding clauses
- Environmental Cost Recovery (ECRC)
- Energy Conservation Cost Recovery (ECCR)
- Transmission costs included in the Fuel and Capacity Clauses (Account 565 and 567)

Attachment B contains the 2013 final budget and 2014-2017 forecasts for Capital Expenditures by functional area.

Please contact Richard McMillan or myself if you have any questions. If you or your staff need additional information related to the final budget data, please contact Rebecca Garcia (6419) for O&M information or Bill Buck (6070) for Capital information.

**Attachments**

cc: R. J. McMillan  
R. G. Garcia

S. D. Ritenour  
W. G. Buck

Budget Coordinators

**GULF POWER COMPANY**  
**Total O&M, ECRC, ECRR, & TRANSMISSION**

Planning Unit	2013 Final Budget		2014 Final Budget		2015 Final Budget		2016 Final Budget		2017 Final Budget		Total			
	Gulf Only	SCS Only	Gulf Only	SCS Only	Gulf Only	SCS Only	Gulf Only	SCS Only	Gulf Only	SCS Only				
<b>CUSTOMER OPERATIONS</b>														
Customer Service	12,237,762	1,116,803	12,356,279	1,102,277	13,458,536	1,088,418	13,757,338	12,984,118	1,089,107	14,071,225	13,306,096	1,096,792	14,402,888	
Customer Operations Support	642,802	4,122	658,532	4,356	662,888	4,185	678,923	691,416	3,989	695,405	708,594	4,133	712,727	
Power Delivery	26,409,880	1,464,964	27,874,844	1,540,274	28,665,853	1,573,514	28,973,464	28,177,036	1,599,548	29,776,584	27,963,832	1,625,289	29,589,131	
Transmission	8,765,022	4,303,637	13,068,659	10,119,127	14,873,403	4,896,677	15,070,761	10,246,677	5,057,236	15,303,913	10,354,006	5,226,925	15,580,931	
Marketing	26,888,658	1,765,484	28,654,142	1,807,612	28,648,586	1,847,347	29,122,067	27,516,002	1,882,996	29,398,998	27,664,294	1,922,967	29,687,261	
<b>Total Customer Operations</b>	<b>74,944,124</b>	<b>8,655,010</b>	<b>83,599,134</b>	<b>7,700,491</b>	<b>86,509,286</b>	<b>9,410,141</b>	<b>87,602,553</b>	<b>79,613,249</b>	<b>9,632,876</b>	<b>89,246,125</b>	<b>80,096,822</b>	<b>9,876,116</b>	<b>89,972,938</b>	
<b>POWER GENERATION</b>														
Power Generation Office	832,294	9,663,167	10,495,461	855,230	10,954,530	875,724	10,087,276	10,963,000	896,742	10,270,224	11,166,966	920,933	11,269,802	
Plant Crist	46,678,038	2,289,540	48,967,578	58,869,731	2,186,637	61,056,368	1,995,752	60,122,595	68,420,802	2,069,540	70,490,342	61,843,247	2,154,646	
Plant Smith	21,239,008	905,257	22,144,265	848,642	21,886,853	26,783,680	852,678	27,616,358	25,022,442	794,437	25,816,879	805,577	27,153,478	
Plant Scholz	3,731,123	230,968	3,962,091	3,972,191	4,150,557	4,000,928	4,179,506	4,054,644	181,928	4,236,572	4,093,217	156,326	4,249,543	
CoGen	438,500	8,183	446,683	438,500	466,499	7,997	466,497	458,500	8,001	466,501	458,500	7,996	466,496	
Plant Daniel	16,827,214	-	16,827,214	22,211,185	22,211,185	21,702,776	21,702,776	30,950,381	32,581,218	30,950,381	32,581,218	-	32,581,218	
Plant Scherer	11,792,231	-	11,792,231	11,959,838	11,959,838	8,118,289	8,118,289	13,594,354	13,594,354	13,594,354	8,688,443	-	8,688,443	
Major Generation - Renewables	810,294	8,183	818,477	1,545,869	7,999	1,555,792	7,997	1,276,071	8,001	1,284,072	8,688,443	7,996	1,300,637	
<b>Total Power Generation</b>	<b>102,368,702</b>	<b>13,105,298</b>	<b>115,474,000</b>	<b>120,910,755</b>	<b>13,328,943</b>	<b>134,223,968</b>	<b>121,582,532</b>	<b>133,130,278</b>	<b>134,712,810</b>	<b>144,673,936</b>	<b>158,006,067</b>	<b>136,225,920</b>	<b>149,707,510</b>	
<b>EXT AFFAIRS &amp; CORPORATE SVCS</b>														
Corporate Services	7,434,267	229,309	7,663,576	7,400,570	7,614,875	7,538,346	7,749,932	7,671,295	214,022	7,885,317	7,804,582	216,683	8,021,265	
Public Affairs & Economic Dev	3,516,617	413,444	3,930,061	3,559,607	3,989,562	3,603,909	439,480	4,043,389	3,649,541	4,097,460	3,696,547	457,414	4,153,961	
Environmental Affairs	3,347,214	2,893,902	6,241,116	4,591,461	7,433,264	3,469,430	2,523,639	5,993,069	3,558,584	2,425,671	5,984,255	3,608,320	2,469,680	
Concerns & Compliance	121,994	183,181	305,175	125,076	312,625	128,248	191,354	131,512	194,789	326,301	134,884	198,172	333,056	
Safety & Health	871,563	14,206	885,769	893,329	907,797	910,001	14,276	924,277	927,091	14,611	941,702	944,607	959,380	
Governmental Affairs	-	20,313	20,313	-	20,928	21,500	21,500	-	22,065	22,065	-	22,637	22,637	
Regulatory Affairs	394,920	2,105	397,025	340,560	342,721	346,360	2,136	348,496	352,328	2,038	354,366	358,486	2,110	
IT & Telecom	8,404,181	8,004,181	8,408,181	9,504,423	9,504,423	10,058,249	10,058,249	10,533,605	10,533,605	10,533,605	10,880,489	10,880,489	11,360,599	
<b>Total Ext Affairs &amp; Corp Svcs</b>	<b>15,626,575</b>	<b>12,160,641</b>	<b>17,787,216</b>	<b>16,910,603</b>	<b>13,215,652</b>	<b>30,126,255</b>	<b>15,996,294</b>	<b>13,462,220</b>	<b>29,458,514</b>	<b>16,290,351</b>	<b>13,854,720</b>	<b>14,261,958</b>	<b>30,809,384</b>	
<b>CRF</b>														
Supply Chain Management	1,204,659	564,152	1,768,811	1,181,968	763,783	1,945,751	1,210,701	755,047	1,965,748	1,240,008	780,670	2,020,678	1,942,708	
Accounting	4,214,847	9,862,582	14,077,429	4,272,622	10,226,979	14,499,601	4,476,561	10,628,631	15,105,192	4,531,014	10,859,827	15,370,987	15,950,854	
Forecasting & Budgeting	813,683	208,413	1,022,096	839,140	213,432	1,052,572	864,702	1,083,026	890,604	241,982	1,132,586	915,925	1,142,794	
Financial Planning/Sec/Treas	2,481,602	1,315,670	3,797,272	2,609,579	1,349,478	3,959,057	1,375,305	4,058,169	2,749,867	1,406,545	4,156,412	2,819,818	4,251,263	
Regulatory & Pricing	1,235,464	266,251	1,501,715	1,267,002	273,824	1,540,826	1,269,868	280,902	1,580,870	1,333,872	1,368,746	294,113	1,662,659	
<b>Total CRF</b>	<b>9,950,255</b>	<b>12,217,068</b>	<b>22,167,323</b>	<b>10,170,311</b>	<b>12,827,496</b>	<b>22,997,807</b>	<b>10,534,796</b>	<b>13,258,209</b>	<b>23,793,005</b>	<b>10,745,365</b>	<b>13,576,466</b>	<b>14,054,724</b>	<b>24,950,478</b>	
<b>OTHER-PU</b>														
Executive	4,001,584	2,453,767	6,455,351	4,062,259	2,530,937	6,593,196	4,155,115	2,588,321	6,743,436	4,245,256	2,655,455	6,900,711	7,066,294	
Auditing - SCS	-	973,876	973,876	-	1,008,868	1,008,868	-	1,042,692	1,042,692	-	1,076,438	1,110,921	1,110,921	
Human Resources	3,555,126	2,004,097	5,559,223	3,620,984	2,056,772	5,677,756	3,711,373	2,089,904	5,801,277	3,798,408	2,131,202	3,984,994	2,175,537	
<b>Total Other-PU</b>	<b>7,556,710</b>	<b>5,431,740</b>	<b>12,988,450</b>	<b>7,683,243</b>	<b>5,596,577</b>	<b>13,279,820</b>	<b>7,866,488</b>	<b>5,720,917</b>	<b>13,587,405</b>	<b>8,043,664</b>	<b>5,863,095</b>	<b>13,906,759</b>	<b>14,337,746</b>	
<b>OTHER</b>														
SCS - General To All	6,337,601	6,337,601	6,337,601	-	7,249,221	7,249,221	7,806,729	7,806,729	8,416,653	8,416,653	8,416,653	8,488,473	8,488,473	
General To All	25,121,401	90,898	25,212,299	29,753,864	88,498	29,842,362	30,910,973	88,198	30,995,171	30,477,597	30,568,295	30,407,475	30,495,673	
PPP	10,668,057	-	10,668,057	10,985,825	-	11,313,121	11,313,121	11,650,243	-	11,650,243	11,997,466	-	11,997,466	
Benefits	26,872,553	-	26,872,553	28,059,429	-	28,059,387	28,059,387	28,323,555	-	28,323,555	27,618,922	-	27,618,922	
Stock Options Expense	1,697,993	-	1,697,993	1,904,034	-	2,094,186	2,094,186	2,180,612	-	2,180,612	2,238,535	-	2,238,535	
Accruals/Reversals	352,697	-	352,697	223,443	-	223,443	280,866	548,147	-	548,147	276,273	-	276,273	
<b>Total Other</b>	<b>64,712,702</b>	<b>6,428,499</b>	<b>71,141,201</b>	<b>70,926,596</b>	<b>7,337,719</b>	<b>78,264,315</b>	<b>72,694,532</b>	<b>78,994,927</b>	<b>80,589,459</b>	<b>73,180,153</b>	<b>81,687,504</b>	<b>72,538,670</b>	<b>81,115,341</b>	
<b>Total</b>	<b>275,159,068</b>	<b>57,998,256</b>	<b>333,157,324</b>	<b>303,901,999</b>	<b>61,515,182</b>	<b>365,417,181</b>	<b>306,867,054</b>	<b>62,876,692</b>	<b>369,743,746</b>	<b>332,546,718</b>	<b>64,766,639</b>	<b>397,313,357</b>	<b>66,117,118</b>	<b>390,893,397</b>
<b>Energy Services</b>														
Marketing	5,524,311	6,053	5,530,364	5,534,535	6,320	5,540,855	5,545,083	6,182	5,551,265	5,555,927	6,012	5,561,939	6,181	
IT	37,279	-	37,279	12,000	42,529	45,221	45,221	47,725	-	47,725	12,000	49,600	49,600	
Executive	12,000	-	12,000	12,000	-	12,000	12,000	12,000	-	12,000	12,000	-	12,000	
Accruals/Reversals	10,354	-	10,354	1,279	1,348	1,348	1,348	2,446	-	2,446	1,524	-	1,524	
<b>Total Energy Services</b>	<b>5,546,665</b>	<b>43,332</b>	<b>5,589,997</b>	<b>5,547,814</b>	<b>48,849</b>	<b>5,596,663</b>	<b>5,558,431</b>	<b>5,570,373</b>	<b>53,737</b>	<b>5,624,114</b>	<b>5,580,655</b>	<b>55,781</b>	<b>5,636,436</b>	
<b>Grand Total</b>	<b>280,705,732</b>	<b>58,041,588</b>	<b>338,747,320</b>	<b>309,449,813</b>	<b>62,928,095</b>	<b>375,353,841</b>	<b>312,425,486</b>	<b>62,928,095</b>	<b>402,937,466</b>	<b>338,117,090</b>	<b>64,820,376</b>	<b>402,937,466</b>	<b>66,172,899</b>	<b>396,529,833</b>

**GULF POWER COMPANY**  
**O&M (Excluding ECRC, ECRC, & Transmission)**

Planning Unit	2013 Final Budget		2014 Final Budget		2015 Final Budget		2016 Final Budget		2017 Final Budget			
	Gulf Only	SCS Only	Total	Gulf Only	SCS Only	Total	Gulf Only	SCS Only	Total	Gulf Only	SCS Only	Total
<b>CUSTOMER OPERATIONS</b>												
Customer Service	11,697,930	1,111,880	12,809,810	11,800,229	1,083,414	13,179,638	12,392,226	1,084,317	13,476,543	12,698,578	1,091,861	13,790,439
Customer Operations Support	642,802	4,122	646,924	658,532	4,356	678,233	691,416	3,989	695,405	708,594	4,133	712,727
Power Delivery	26,391,630	1,464,964	27,856,594	27,107,329	1,540,274	28,953,214	27,381,700	1,573,514	29,758,334	27,945,582	1,625,299	29,570,881
Transmission	8,765,022	4,303,637	13,068,659	10,119,127	4,754,276	14,873,403	10,246,677	5,057,236	15,303,913	10,354,006	5,226,925	15,580,931
Marketing	7,189,063	1,236,705	8,425,768	7,227,079	1,264,178	8,491,257	7,463,167	1,318,926	8,782,093	7,586,703	1,347,855	8,934,558
<b>Total Customer Operations</b>	<b>54,686,447</b>	<b>8,121,308</b>	<b>62,807,755</b>	<b>56,912,296</b>	<b>8,660,156</b>	<b>65,572,452</b>	<b>58,952,272</b>	<b>9,064,016</b>	<b>68,016,288</b>	<b>59,293,463</b>	<b>9,296,073</b>	<b>68,589,536</b>
<b>POWER GENERATION</b>												
Power Generation Office	832,294	9,663,167	10,495,461	855,230	10,099,300	10,954,530	875,724	10,270,224	11,166,966	920,933	10,348,869	11,269,802
Plant Crist	29,293,761	1,868,850	31,162,611	38,781,717	1,752,885	40,534,602	42,734,948	1,653,071	44,388,019	36,104,608	1,688,123	37,787,731
Plant Smith	19,565,602	811,287	20,376,889	18,983,317	771,582	19,754,899	23,047,785	712,438	23,760,223	24,360,708	725,206	25,085,914
Plant Scholz	3,578,779	165,698	3,744,477	3,739,847	111,454	3,851,301	3,892,300	110,767	4,003,067	3,960,873	85,992	4,046,865
CoGen	450,000	8,183	458,183	450,000	7,999	457,999	450,000	8,001	458,001	450,000	7,996	457,996
Plant Daniel	16,556,658	-	16,556,658	21,926,195	-	21,926,195	20,604,322	-	20,604,322	22,194,360	-	22,194,360
Plant Scherer	11,792,231	-	11,792,231	11,959,838	-	11,959,838	13,594,354	-	13,594,354	8,688,443	-	8,688,443
Major Generation - Renewables	789,294	8,183	797,477	1,524,869	7,999	1,532,868	1,255,071	8,001	1,263,072	1,271,641	7,996	1,279,637
<b>Total Power Generation</b>	<b>82,858,619</b>	<b>12,525,368</b>	<b>95,383,987</b>	<b>96,221,013</b>	<b>12,751,219</b>	<b>110,972,232</b>	<b>106,623,844</b>	<b>12,762,502</b>	<b>119,386,346</b>	<b>97,951,566</b>	<b>12,859,182</b>	<b>110,810,748</b>
<b>EXT AFFAIRS &amp; CORPORATE SVCS</b>												
Corporate Services	7,434,267	229,309	7,663,576	7,400,570	214,305	7,614,875	7,538,346	211,586	7,749,932	7,804,582	216,683	8,021,265
Public Affairs & Econ Dev	3,468,379	413,444	3,881,823	3,509,923	429,955	3,939,878	3,552,737	439,480	4,044,750	3,642,265	457,414	4,099,679
Environmental Affairs	810,342	2,184,411	2,994,753	836,450	2,124,631	2,961,081	856,110	1,780,802	2,636,912	876,412	1,655,848	2,532,260
Concerns & Compliance	121,994	183,181	305,175	125,076	187,549	312,625	128,248	191,354	319,602	134,884	198,172	333,056
Safety & Health	871,563	14,206	885,769	893,329	14,468	907,797	910,001	14,276	924,277	944,607	14,773	959,380
Governmental Affairs	20,313	20,313	40,626	20,928	20,928	41,856	21,500	21,500	43,000	22,065	22,065	44,130
Regulatory Affairs	334,920	2,105	337,025	340,560	2,221	342,781	346,360	2,136	348,496	352,328	2,110	354,438
IT & Telecom	8,156,564	-	8,156,564	-	9,222,341	9,222,341	-	9,753,736	9,753,736	-	10,551,517	10,551,517
<b>Total Ext Affairs &amp; Corp Svcs</b>	<b>13,041,465</b>	<b>11,203,533</b>	<b>24,244,998</b>	<b>13,105,908</b>	<b>12,216,398</b>	<b>25,322,306</b>	<b>13,331,802</b>	<b>12,414,870</b>	<b>25,746,672</b>	<b>13,555,469</b>	<b>12,768,386</b>	<b>26,323,855</b>
<b>CFO</b>												
Supply Chain Management	1,204,659	564,152	1,768,811	1,181,968	763,783	1,945,751	1,210,701	755,047	1,965,748	1,240,008	780,670	2,020,678
Accounting	4,214,847	9,862,582	14,077,429	4,272,622	10,226,979	14,499,601	4,476,561	10,628,631	15,105,192	4,531,014	10,859,827	15,390,841
Forecasting & Budgeting	813,683	208,413	1,022,096	839,140	213,432	1,052,572	864,702	218,324	1,083,026	890,604	241,982	1,132,586
Financial Planning/Sec/Treas	2,481,602	1,315,670	3,797,272	2,609,579	1,349,478	3,959,057	2,682,864	1,375,305	4,058,169	2,749,867	1,406,545	4,156,414
Regulatory & Pricing	1,235,464	266,251	1,501,715	1,267,002	273,824	1,540,826	1,299,968	280,902	1,580,870	1,368,746	294,113	1,662,859
<b>Total CFO</b>	<b>9,950,255</b>	<b>12,217,068</b>	<b>22,167,323</b>	<b>10,170,311</b>	<b>12,827,496</b>	<b>22,997,807</b>	<b>10,534,796</b>	<b>13,258,209</b>	<b>23,795,005</b>	<b>10,745,365</b>	<b>13,576,466</b>	<b>24,321,831</b>
<b>OTHER-PU</b>												
Executive	3,944,072	2,453,767	6,397,839	4,014,747	2,530,937	6,545,684	4,197,744	2,655,455	6,853,199	4,280,211	2,738,571	7,018,782
Auditing - SCS	-	973,876	973,876	-	1,008,868	1,008,868	-	1,042,692	1,042,692	-	1,076,438	1,076,438
Human Resources	3,555,126	2,004,097	5,559,223	3,620,984	2,056,772	5,677,756	3,711,373	2,089,904	5,801,277	3,798,408	2,131,202	5,929,610
<b>Total Other PU</b>	<b>7,499,198</b>	<b>5,431,740</b>	<b>12,930,938</b>	<b>7,635,731</b>	<b>5,596,577</b>	<b>13,232,308</b>	<b>7,818,976</b>	<b>5,720,917</b>	<b>13,539,893</b>	<b>7,996,152</b>	<b>5,863,095</b>	<b>13,859,247</b>
<b>OTHER</b>												
SCS - General To All	-	6,337,601	6,337,601	-	7,249,221	7,249,221	-	7,806,729	7,806,729	-	8,416,653	8,416,653
General To All	15,070,207	90,898	15,161,105	16,129,165	88,498	16,217,663	16,518,972	88,198	16,607,170	16,384,454	90,698	16,475,152
PPP	9,709,653	-	9,709,653	9,998,785	-	10,296,590	10,603,333	-	10,919,267	10,919,267	-	11,331,534
Benefits	24,611,873	-	24,611,873	25,701,823	-	25,739,949	25,942,469	-	25,942,469	25,942,469	-	25,275,815
Stock Options Expense	1,697,993	-	1,697,993	1,904,034	-	2,094,186	2,180,612	-	2,180,612	2,238,535	-	2,238,535
Accruals/Reversals	318,064	-	318,064	199,401	-	199,401	255,182	-	255,182	501,421	-	501,421
<b>Total Other</b>	<b>51,407,791</b>	<b>6,428,499</b>	<b>57,836,290</b>	<b>53,933,208</b>	<b>7,337,719</b>	<b>61,270,927</b>	<b>54,904,879</b>	<b>7,894,927</b>	<b>62,799,806</b>	<b>55,612,289</b>	<b>8,507,351</b>	<b>64,119,640</b>
<b>Total</b>	<b>219,443,775</b>	<b>55,927,516</b>	<b>275,371,291</b>	<b>239,978,467</b>	<b>59,389,565</b>	<b>299,368,032</b>	<b>237,842,001</b>	<b>60,683,669</b>	<b>316,027,207</b>	<b>245,626,157</b>	<b>63,787,838</b>	<b>309,413,995</b>
<b>Energy Services</b>												
Marketing	5,524,311	6,053	5,530,364	5,534,535	6,320	5,540,855	5,545,083	6,182	5,551,265	5,555,927	6,012	5,561,989
IT & Telecom	37,279	-	37,279	12,000	-	12,000	12,000	-	12,000	12,000	-	12,000
Executive	12,000	-	12,000	12,000	-	12,000	12,000	-	12,000	12,000	-	12,000
Accruals/Reversals	10,354	-	10,354	1,279	-	1,279	1,348	-	1,348	1,524	-	1,524
<b>Total Energy Services</b>	<b>5,546,665</b>	<b>43,332</b>	<b>5,589,997</b>	<b>5,547,814</b>	<b>48,849</b>	<b>5,596,634</b>	<b>5,558,431</b>	<b>51,403</b>	<b>5,609,834</b>	<b>5,570,373</b>	<b>53,737</b>	<b>5,624,116</b>
<b>Grand Total</b>	<b>224,990,439</b>	<b>55,970,848</b>	<b>280,961,287</b>	<b>245,526,282</b>	<b>59,438,414</b>	<b>304,964,696</b>	<b>243,400,432</b>	<b>60,735,072</b>	<b>321,651,316</b>	<b>251,206,812</b>	<b>63,843,619</b>	<b>315,050,431</b>

**GULF POWER COMPANY**  
ECRC

Planning Unit	2013 Final Budget		2014 Final Budget		2015 Final Budget		2016 Final Budget		2017 Final Budget	
	Gulf Only	Total	Gulf Only	Total	Gulf Only	Total	Gulf Only	Total	Gulf Only	Total
<b>CUSTOMER OPERATIONS</b>										
Customer Service	-	-	-	-	-	-	-	-	-	-
Customer Operations Support	-	-	-	-	-	-	-	-	-	-
Power Delivery	18,250	18,250	18,250	18,250	18,250	18,250	18,250	18,250	18,250	18,250
Transmission	-	-	-	-	-	-	-	-	-	-
Marketing	-	-	-	-	-	-	-	-	-	-
<b>Total Customer Operations</b>	<b>18,250</b>	<b>18,250</b>	<b>18,250</b>	<b>18,250</b>	<b>18,250</b>	<b>18,250</b>	<b>18,250</b>	<b>18,250</b>	<b>18,250</b>	<b>18,250</b>
<b>POWER GENERATION</b>										
Power Generation Office	-	-	-	-	-	-	-	-	-	-
Plant Crist	17,384,277	17,804,967	433,752	20,521,766	24,518,139	437,108	24,955,247	25,685,854	25,738,639	471,523
Plant Smith	1,673,406	1,767,376	77,060	2,131,954	2,097,638	79,705	2,177,343	1,974,657	1,987,013	80,551
Plant Scholz	152,344	217,614	66,912	299,256	257,344	68,930	326,274	162,344	132,344	70,334
Cogen	8,500	8,500	-	8,500	8,500	-	8,500	8,500	8,500	8,500
Plant Daniel	270,556	270,556	-	284,990	1,098,454	-	1,098,454	10,197,737	10,386,858	-
Plant Scherer	-	-	-	-	-	-	-	-	-	-
Major Generation - Renewables	21,000	21,000	-	21,000	21,000	-	21,000	21,000	21,000	-
<b>Total Power Generation</b>	<b>19,510,083</b>	<b>20,090,013</b>	<b>22,689,742</b>	<b>23,267,466</b>	<b>28,001,075</b>	<b>585,743</b>	<b>28,586,818</b>	<b>38,050,092</b>	<b>38,274,354</b>	<b>622,408</b>
<b>EXT AFFAIRS &amp; CORPORATE SVCS</b>										
Corporate Services	-	-	-	-	-	-	-	-	-	-
Public Affairs & Econ Dev	-	-	-	-	-	-	-	-	-	-
Environmental Affairs	2,536,872	3,246,363	3,755,011	4,472,183	2,613,320	742,837	3,356,157	2,682,172	2,712,024	797,857
Concerns & Compliance	-	-	-	-	-	-	-	-	-	-
Safety & Health	-	-	-	-	-	-	-	-	-	-
Governmental Affairs	-	-	-	-	-	-	-	-	-	-
Regulatory Affairs	-	-	-	-	-	-	-	-	-	-
IT & Telecom	-	-	-	-	-	-	-	-	-	-
<b>Total Ext Affairs &amp; Corp Svcs</b>	<b>2,536,872</b>	<b>3,246,363</b>	<b>3,755,011</b>	<b>4,472,183</b>	<b>2,613,320</b>	<b>742,837</b>	<b>3,356,157</b>	<b>2,682,172</b>	<b>2,712,024</b>	<b>797,857</b>
<b>CFO</b>										
Supply Chain Management	-	-	-	-	-	-	-	-	-	-
Accounting	-	-	-	-	-	-	-	-	-	-
Forecasting & Budgeting	-	-	-	-	-	-	-	-	-	-
Financial Planning/Sec/Treas	-	-	-	-	-	-	-	-	-	-
Regulatory & Pricing	-	-	-	-	-	-	-	-	-	-
<b>Total CFO</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER-PU</b>										
Executive	37,000	37,000	27,000	27,000	27,000	-	27,000	27,000	27,000	27,000
Auditing - SCS	-	-	-	-	-	-	-	-	-	-
Human Resources	-	-	-	-	-	-	-	-	-	-
<b>Total Other PU</b>	<b>37,000</b>	<b>37,000</b>	<b>27,000</b>	<b>27,000</b>	<b>27,000</b>	<b>-</b>	<b>27,000</b>	<b>27,000</b>	<b>27,000</b>	<b>27,000</b>
<b>OTHER</b>										
SCS - General To All	-	-	-	-	-	-	-	-	-	-
General To All	-	-	-	-	-	-	-	-	-	-
PPP	333,245	333,245	343,174	343,174	353,396	-	363,396	363,929	374,776	374,776
Benefits	740,362	740,362	769,301	769,301	767,972	-	767,972	775,485	762,397	762,397
Stock Options Expense	-	-	-	-	-	-	-	-	-	-
Accruals/Reversals	7,777	7,777	7,535	7,535	8,330	-	8,330	15,169	9,368	9,368
<b>Total Other</b>	<b>1,081,384</b>	<b>1,081,384</b>	<b>1,120,010</b>	<b>1,120,010</b>	<b>1,129,698</b>	<b>-</b>	<b>1,129,698</b>	<b>1,154,583</b>	<b>1,146,541</b>	<b>1,146,541</b>
<b>Total</b>	<b>23,183,589</b>	<b>1,289,421</b>	<b>24,473,010</b>	<b>24,473,010</b>	<b>27,610,013</b>	<b>1,294,896</b>	<b>28,904,909</b>	<b>41,932,097</b>	<b>42,178,169</b>	<b>1,420,265</b>
Energy Services	-	-	-	-	-	-	-	-	-	-
Marketing	-	-	-	-	-	-	-	-	-	-
IT	-	-	-	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-	-	-	-
Accruals/Reversals	-	-	-	-	-	-	-	-	-	-
<b>Total Energy Services</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Grand Total</b>	<b>23,183,589</b>	<b>1,289,421</b>	<b>24,473,010</b>	<b>24,473,010</b>	<b>27,610,013</b>	<b>1,294,896</b>	<b>28,904,909</b>	<b>41,932,097</b>	<b>42,178,169</b>	<b>1,420,265</b>
										<b>38,896,762</b>
										<b>3,509,881</b>
										<b>3,509,881</b>
										<b>27,000</b>
										<b>27,000</b>
										<b>374,776</b>
										<b>762,397</b>
										<b>9,368</b>
										<b>1,146,541</b>
										<b>43,598,434</b>



**GULF POWER COMPANY**  
Transmission

Planning Unit	2013 Final Budget		2014 Final Budget		2015 Final Budget		2016 Final Budget		2017 Final Budget	
	Gulf Only	SCS Only	Gulf Only	SCS Only	Gulf Only	SCS Only	Gulf Only	SCS Only	Gulf Only	SCS Only
<b>CUSTOMER OPERATIONS</b>										
Customer Service	-	-	-	-	-	-	-	-	-	-
Customer Operations Support	-	-	-	-	-	-	-	-	-	-
Power Delivery	-	-	-	-	-	-	-	-	-	-
Transmission	-	-	-	-	-	-	-	-	-	-
Marketing	-	-	-	-	-	-	-	-	-	-
<b>Total Customer Operations</b>	-	-	-	-	-	-	-	-	-	-
<b>POWER GENERATION</b>										
Power Generation Office	-	-	-	-	-	-	-	-	-	-
Plant Crist	-	-	-	-	-	-	-	-	-	-
Plant Smith	-	-	-	-	-	-	-	-	-	-
Plant Scholz	-	-	-	-	-	-	-	-	-	-
CoGen	-	-	-	-	-	-	-	-	-	-
Plant Daniel	-	-	-	-	-	-	-	-	-	-
Plant Scherer	-	-	-	-	-	-	-	-	-	-
Major Generation - Renewables	-	-	-	-	-	-	-	-	-	-
<b>Total Power Generation</b>	-	-	-	-	-	-	-	-	-	-
<b>EXT AFFAIRS &amp; CORPORATE SVCS</b>										
Corporate Services	-	-	-	-	-	-	-	-	-	-
Public Affairs & Econ Dev	-	-	-	-	-	-	-	-	-	-
Environmental Affairs	-	-	-	-	-	-	-	-	-	-
Concerns & Compliance	-	-	-	-	-	-	-	-	-	-
Safety & Health	-	-	-	-	-	-	-	-	-	-
Governmental Affairs	-	-	-	-	-	-	-	-	-	-
Regulatory Affairs	-	-	-	-	-	-	-	-	-	-
IT & Telecom	-	-	-	-	-	-	-	-	-	-
<b>Total Ext Affairs &amp; Corp Svcs</b>	-	-	-	-	-	-	-	-	-	-
<b>CFO</b>										
Supply Chain Management	-	-	-	-	-	-	-	-	-	-
Accounting	-	-	-	-	-	-	-	-	-	-
Forecasting & Budgeting	-	-	-	-	-	-	-	-	-	-
Financial Planning/Sec/Treas	-	-	-	-	-	-	-	-	-	-
Regulatory & Pricing	-	-	-	-	-	-	-	-	-	-
<b>Total CFO</b>	-	-	-	-	-	-	-	-	-	-
<b>OTHER-PU</b>										
Executive	-	-	-	-	-	-	-	-	-	-
Auditing - SCS	-	-	-	-	-	-	-	-	-	-
Human Resources	-	-	-	-	-	-	-	-	-	-
<b>Total Other PU</b>	-	-	-	-	-	-	-	-	-	-
<b>OTHER</b>										
SCS - General To All	-	-	-	-	-	-	-	-	-	-
General To All	10,051,194	10,051,194	13,624,699	13,624,699	14,392,001	14,392,001	14,093,143	14,093,143	13,808,309	13,808,309
PPP	-	-	-	-	-	-	-	-	-	-
Benefits	-	-	-	-	-	-	-	-	-	-
Stock Options Expense	-	-	-	-	-	-	-	-	-	-
Accruals/Reversals	-	-	-	-	-	-	-	-	-	-
<b>Total Other</b>	10,051,194	10,051,194	13,624,699	13,624,699	14,392,001	14,392,001	14,093,143	14,093,143	13,808,309	13,808,309
<b>Total</b>	10,051,194	10,051,194	13,624,699	13,624,699	14,392,001	14,392,001	14,093,143	14,093,143	13,808,309	13,808,309
Energy Services	-	-	-	-	-	-	-	-	-	-
Marketing	-	-	-	-	-	-	-	-	-	-
IT	-	-	-	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-	-	-	-
Accruals/Reversals	-	-	-	-	-	-	-	-	-	-
<b>Total Energy Services</b>	-	-	-	-	-	-	-	-	-	-
<b>Grand Total</b>	10,051,194	10,051,194	13,624,699	13,624,699	14,392,001	14,392,001	14,093,143	14,093,143	13,808,309	13,808,309

**GULF POWER COMPANY  
CAPITAL EXPENDITURES  
2013 OFFICIAL CAPITAL BUDGET**

	2013	2014	2015	2016	2017
<b>Production</b>					
Perdido Landfill	4,540,000	200,000	200,000	120,000	120,000
Plant Crist	9,613,000	28,899,500	33,355,000	17,915,000	10,500,000
Plant Scholz	120,000	120,000	120,000	150,000	150,000
Plant Smith excl. LTSA	8,200,354	5,736,253	11,576,253	3,575,000	12,770,000
Smith Long Term Service Agreement	20,905,496	0	0	27,802,328	0
Plant Daniel	6,632,503	3,428,697	3,087,738	2,314,716	2,556,900
Plant Scherer	8,765,699	13,031,621	1,691,179	7,123,665	9,153,179
Environmental Cost Recovery Clause	124,119,273	250,996,104	211,928,192	197,685,746	266,014,246
Total Production (Including ECRC)	182,896,325	302,412,175	261,958,362	256,686,455	301,264,325
<b>Customer Operations</b>					
Transmission	56,702,320	108,180,981	42,210,602	14,115,341	26,680,294
Distribution	75,256,848	56,222,816	59,629,816	60,251,816	59,722,816
Transportation	3,002,000	3,340,000	3,674,000	3,600,000	3,250,000
New Products	190,045	158,803	160,769	143,270	96,270
Energy Management System	350,000	115,000	115,000	115,000	115,000
Energy Conservation Cost Recovery	2,757,784	2,691,392	2,616,937	2,472,724	2,576,850
Total Customer Operations (Including ECCR)	138,258,997	170,708,992	108,407,124	80,698,151	92,441,230
<b>Ext. Affairs &amp; Corp. Svcs.</b>					
Security	133,000	180,000	180,000	180,000	180,000
AV Equip./Print Svcs.	36,000	65,250	33,750	51,750	105,000
Telecommunications/Mobile Systems/Data Network	2,674,000	2,515,500	2,916,500	3,843,500	3,331,500
CREQ	10,500,795	1,719,610	1,606,930	1,814,750	2,019,000
Total Ext. Affairs & Corp. Svcs.	13,343,795	4,480,360	4,737,180	5,890,000	5,635,500
<b>Accounting &amp; Finance</b>					
Accounting	415,865	218,858	6,655	159,860	256,891
T&D Warehouse Equip Replace.	150,000	150,000	150,000	150,000	150,000
Total Accounting & Finance	565,865	368,858	156,655	309,860	406,891
<b>Total Capital Expenditures</b>	<b>335,064,982</b>	<b>477,970,385</b>	<b>375,259,321</b>	<b>343,584,466</b>	<b>399,747,946</b>