



DATE: December 13, 2012

RE: Cost Recovery Clause Factors for 2013

FROM: Richard W. Dodd *RD*

TO: P. B. Jacob K. E. McDaniel

Pursuant to FPSC action on the cost recovery clauses, the following factors have been approved for Gulf Power. These factors are applicable beginning with bill cycle 1 for January 2013.

Group	Fuel Cost Recovery Factors (effective January 2013)			
	Rate Schedule	Standard	Time of Use	
			On-Peak	Off-Peak
A	RS, RSVP, GS, GSD, GSDT, GSTOU, OS-III, SBS	3.832¢/kWh	4.768¢/kWh	3.446¢/kWh
B	LP, LPT, SBS	3.740¢/kWh	4.654¢/kWh	3.363¢/kWh
C	PX, PXT, RTP, SBS	3.673¢/kWh	4.570¢/kWh	3.303¢/kWh
D	OS-I/II	3.776¢/kWh	N/A	N/A

The fuel factor applicable for Rate Schedule SBS is based on the customer's contract demand:

<u>Contract Demand (kW)</u>	<u>Use Factor Applicable To:</u>
100-499	GSD
500-7499	LP
7500 and greater	PX

<u>Rate Schedule</u>	<u>Purchased Power Capacity Cost Factors</u>	<u>Environmental Cost Recovery Factors</u>	<u>Energy Conservation Cost Recovery Factors</u>
RS	.467¢/kWh	1.253¢/kWh	.226¢/kWh
RSVP ¹	.467¢/kWh	1.253¢/kWh	See Note 1
GS	.426¢/kWh	1.244¢/kWh	.223¢/kWh
GSD, GSDT, GSTOU	.369¢/kWh	1.233¢/kWh	.219¢/kWh
LP, LPT	.317¢/kWh	1.195¢/kWh	.210¢/kWh
PX, PXT, RTP, SBS	.280¢/kWh	1.167¢/kWh	.204¢/kWh
OS-I/II	.171¢/kWh	1.193¢/kWh	.204¢/kWh
OS-III	.277¢/kWh	1.214¢/kWh	.212¢/kWh

Note 1: RSVP Energy Conservation Cost Recovery (ECCR) Factors

Low	-2.550¢/kWh
Medium	-1.367¢/kWh
High	5.553¢/kWh
Critical	49.485¢/kWh

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The price for a 1,000 kWh *residential* bill for the current period 2012 as compared to the period beginning with bill cycle 1 for January 2013 is shown below. In addition to changes in the cost recovery clause factors, the comparison below also includes a step increase to the base rate energy charge as approved by the Commission in its April 2012 order on Gulf's most recent rate case.

	Dec 2012	Jan 2013	Incr / (Decr)	% Change in Total Bill
Base Charge	\$15.00	\$15.00	\$0.00	0.0%
Energy Charge	42.65	43.13	0.48	0.4%
Energy Conservation Cost Recovery	2.56	2.26	(0.30)	-0.3%
Environmental Cost Recovery	12.94	12.53	(0.41)	-0.3%
Capacity Cost Recovery	3.78	4.67	0.89	0.8%
Subtotal Base	\$76.93	\$77.59	\$0.66	0.6%
Fuel	36.76	38.32	1.56	1.3%
Gross Receipts	2.92	2.97	0.05	0.0%
TOTAL	\$116.61	\$118.88	\$2.27	1.9%

All four of the cost recovery clause factors are subject to change (up or down) each January. The table above indicates a slight increase of the total bill amount in January 2013. This is primarily due to a smaller reduction in the fuel and capacity factors related to the true-up of past over recoveries when compared to the prior period. Tariff sheets have been approved by the FPSC and will be distributed to current tariff book holders. The tariff sheets on the internet will also be updated closer to the effective date. If you have any questions, please contact me at extension 6253.

Cc:

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