STATE OF FLORIDA

JULIE I. BROWN CHAIRMAN



Capital Circle Office Center 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850 (850) 413-6042

Public Service Commission

August 16, 2016

Mr. Stan W. Connally, Jr.
President and Chief Executive Officer
Gulf Power Company
One Energy Place
Pensacola, Florida 32520-0100

Re: Docket No. 160186-EI, Petition for rate increase by Gulf Power Company

Dear Mr. Connally:

In response to your Test Year Notification letter, dated August 12, 2016, the Florida Public Service Commission (Commission) has opened Docket No. 160186-EI for Gulf Power Company's (Company) forthcoming general rate increase proceeding. It has been noted that the Company proposes to utilize a projected 12-month test year period ending December 31, 2017, for the permanent rate increase proceeding. Although, please be advised that the appropriateness of the selected test year may be an issue in the proceeding.

It is my understanding that the Company intends to make its filing no earlier than October 11, 2016, in order to be in compliance with Rule 25-6.140(1), Florida Administrative Code (F.A.C.). If the Company is unable to file by October 28, 2016, it must notify the Commission in accordance with Rule 25-6.140(3), F.A.C.

If you have questions or concerns regarding this matter, please contact Andrew Maurey, the Director of the Division of Accounting & Finance, at (850) 413-6465.

Sincerely,

Julie I. Brown

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Chairman

JB/sbf:am

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cc: Commissioner Lisa Polak Edgar

Commissioner Art Graham

Commissioner Ronald A. Brisé

Commissioner Jimmy Patronis

Mr. Braulio Baez, Executive Director

Mr. Keith Hetrick, General Counsel

Mr. Mark Futrell, Deputy Executive Director

Ms. Mary Anne Helton, Deputy General Counsel

Mr. Andrew Maurey, Director, Division of Accounting & Finance

Ms. Carlotta Stauffer, Director, Office of Commission Clerk

Mr. J. R. Kelly, Public Counsel