

One Energy Place  
Pensacola, Florida 32520

Tel 850 444 6000

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March 13, 1998

Ms. Blanca S. Bayo, Director  
Division of Records and Reporting  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee FL 32399-0870

980366-ET

Dear Ms. Bayo:

Pursuant to Rule 25-6.0436(2)(a), Gulf Power Company respectfully requests approval to initiate amortization of a Cogeneration Facility projected to be placed in service in April 1998. This Cogeneration Facility is located in the Pace, Florida area and consists of three 5 MW natural gas fired Solar Taurus Model 60 combustion turbines. Gulf Power is purchasing these combustion turbines and the related equipment as a turnkey project when the facility achieves commercial in-service status.

Total projected cost to be incurred by Gulf Power for the facility will be approximately \$10 million that will be recorded within FERC accounts 340-346, Other Production. Gulf Power plans to amortize this investment over the 20-year life of the Cogeneration Facility.

We appreciate your taking this request under consideration and look forward to hearing from you. Please feel free to call me at (850) 444-6231 if you have any questions or need additional information.

- ACK \_\_\_\_\_
- AFA \_\_\_\_\_
- APP \_\_\_\_\_ Sincerely,
- CAF \_\_\_\_\_
- CMU \_\_\_\_\_ *Susan D. Cranmer*
- CTR \_\_\_\_\_ Susan D. Cranmer
- EAG \_\_\_\_\_ Assistant Secretary and Assistant Treasurer
- LEG \_\_\_\_\_ lw
- LIN \_\_\_\_\_
- CC: \_\_\_\_\_ cc: Beggs and Lane
- \_\_\_\_\_ Jeffrey A. Stone, Esquire
- \_\_\_\_\_ Florida Public Service Commission
- \_\_\_\_\_ Patricia S. Lee
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DOCUMENT NUMBER-DATE

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