



ORIGINAL

# Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD  
TALLAHASSEE, FLORIDA 32399-0850

-M-E-M-O-R-A-N-D-U-M-

**DATE:** February 25, 2005

**TO:** Braulio L. Baez, Chairman  
J. Terry Deason, Commissioner  
Rudolph "Rudy" Bradley, Commissioner  
Charles M. Davidson, Commissioner  
Lisa Polak Edgar, Commissioner

**FROM:** Timothy J. Devlin, Director, Division of Economic Regulation *TJD*

**RE:** Revised exhibit to the stipulation and settlement submitted by parties, Agenda Item 22, Docket No. 050093-EI, Petition for approval of stipulation and settlement for special accounting treatment and recovery of costs associated with Hurricane Ivan's impact on Gulf Power Company

We are providing to the Commissioners a revised Schedule D to the stipulation and settlement which was filed by Gulf Power Company on February 22, 2005. The revised schedule was approved by all parties signing the original settlement and incorporates the staff corrected factors for each rate class shown on page 6 of our February 17, 2005 recommendation. The revision does not change the total amount to be recovered but allocates the amount differently among rate classes. The corrected factors increase rates for the General Service rate class and reduces rates for all other commercial and industrial rate classes. The Residential rates are not affected.

Staff recommends that the Commission approve the stipulation and settlement as revised by this filing.

TJD:sa

Cc: Division of the Commission Clerk & Administrative Services

Mary Bane, Executive Director  
Charles Hill, Deputy Executive Director  
Rick Melson, General Counsel  
Division of Economic Regulation (Willis, Kummer, Slemkewicz, Wheeler)  
Office of General Counsel (Keating)

CMP \_\_\_\_\_  
COM \_\_\_\_\_  
CTR \_\_\_\_\_  
ECR \_\_\_\_\_  
GCL \_\_\_\_\_  
OPC \_\_\_\_\_  
MMS \_\_\_\_\_  
RCA \_\_\_\_\_  
SCR \_\_\_\_\_  
SEC 1  
OTH *164*

DOCUMENT NUMBER-DATE

01939 FEB 25 '05

FPSC-COMMISSION CLERK

ORIGINAL

**Exhibit D**  
Revised 2/21/2005

**Gulf Power Company**  
**Calculation of Ivan Deficit Cost Recovery Surcharge**

<u>Rate Class</u>	<u>A</u> % <u>Demand</u> <u>Allocator</u>	<u>B</u> \$ <u>Ivan Deficit Cost</u> <u>Recovery Amount</u> <u>Costs</u>	<u>C</u> <u>2005-2006</u> <u>Projected</u> <u>KWH Sales</u>	<u>D</u> (\$ / KWH) <u>Ivan</u> <u>Recovery</u> <u>Factors</u> Col. B/ Col. C
RS, RSVP	53.29630	28,401,662	10,499,638,000	0.271
GS	3.01420	1,606,271	615,171,000	0.261
GSD, GSDT, GSTOU	22.42767	11,951,732	5,217,349,000	0.229
LP, LPT	14.14918	7,540,115	3,848,245,000	0.196
PX, PXT, RTP, SBS, CSA	6.52407	3,476,685	2,161,378,000	0.161
OS-I/II	0.41976	223,691	214,481,000	0.104
OS-III	0.16882	89,964	53,818,000	0.167
<b>TOTAL</b>	<u>100.00000</u>	<u>53,290,120</u>	<u>22,610,080,000</u>	0.236

Demand allocator is consistent with the capacity, conservation, and environmental cost recovery clauses.

## ACKNOWLEDGMENT AND CONSENT

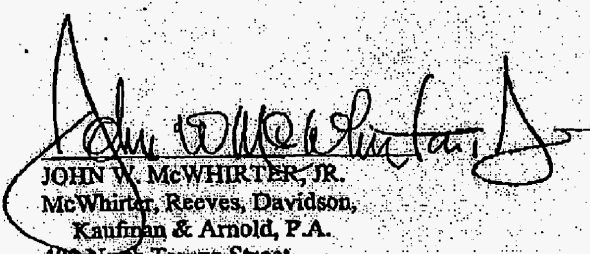
The Office of Public Counsel ("OPC"), the Florida Industrial Power Users Group ("FIPUG"), and Gulf Power Company ("Gulf Power", "Gulf", or "the Company") (collectively, "the Parties"), having previously entered into that certain Stipulation and Settlement dated February 1, 2005, now pending before the Florida Public Service Commission in Docket No. 050093-EI, hereby acknowledge and consent to the official filing of the attached revised Exhibit D, with rate factors by class that conform to the factors shown in the column with the heading "Revised Factor (Cents per kWh)" set forth in the table on page 6 of the Memorandum from the Staff of the Florida Public Service Commission submitted in Docket No. 050093-EI on February 17, 2005, as a full and complete substitute for the version of Exhibit D attached to the Stipulation and Settlement when it was filed with the Florida Public Service Commission on February 2, 2005. Effective immediately upon the filing contemplated by this document, the Parties agree that the attached revised version of Exhibit D shall be applied as set forth in the Stipulation and Settlement and the original version of Exhibit D shall be given no further force or effect. All other aspects of the Stipulation and Settlement remained unchanged and it is the desire and intent of the Parties that the filing of the revised Exhibit D shall not be cause for alteration of any scheduled consideration of the matters raised therein by the Florida Public Service Commission. The Parties specifically agree that this Acknowledgment and Consent may be executed in counterpart originals and a facsimile of an original signature shall be deemed an original and that the filing of the revised Exhibit D may be accomplished by electronic or other means in the discretion of the lawyers at Beggs and Lane who are specifically authorized by the Parties to make this filing on their collective behalf.

The Parties evidence their acceptance and agreement with the provisions of this

Acknowledgment and Consent by their signatures below:

HAROLD MCLEAN  
Office of Public Counsel  
c/o The Florida Legislature  
Room 812  
111 West Madison Street  
Tallahassee, FL 32399-1400  
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FOR THE CITIZENS OF THE  
STATE OF FLORIDA

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Post Office Box 12950  
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ATTORNEYS FOR GULF  
POWER COMPANY



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ATTORNEYS FOR THE FLORIDA  
INDUSTRIAL POWER USERS GROUP

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