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January 26, 2006

VIA FACSIMILE TRANSMISSION

Denise N. Vandiver
Bureau Chief of Authority
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850

RECEIVED-FPSC
05 JAN 26 PM 3:19
COMMISSION
CLERK

RE: Docket No.: 050926-GU
Request by Chesapeake Utilities Corporation
for Authorization to Maintain Accounting
Records Outside of the State of Florida

Dear Ms. Vandiver:

On behalf of Chesapeake Utilities Corporation, here are the Company's answers to the questions raised in your January 9, 2006 letter regarding the above matter.

- 1. Related to paragraph 3 of the filing, please describe in more detail, the accounting records to be maintained in Delaware. Please specifically address the following items, as well as any other accounting records to be moved.

- a. Original invoices and other accounts payable records.


CMP _____
COM _____
CTR _____
ECR _____
GCL _____
OPC _____
RCA _____
SCR _____
SGA _____
SEC 1
OTH _____

Company Response
These items will be located in Dover, DE.

- b. Plant and depreciation records, such as original work orders.

Company Response
Plant and Depreciation records will be located in Dover, DE and the original work orders will be located in Winter Haven, FL.

- c. Billing and revenue records.

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FPSC-BUREAU OF RECORDS

DOCUMENT NUMBER-DATE
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FPSC-COMMISSION CLERK

Denise N. Vandiver
January 26, 2006
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Company Response

These records will be located in Winter Haven, FL.

Also, the Company currently does not have any plans to move any additional records to Dover, DE.

2. When is Chesapeake moving its books and records out of state?
 - a. If these records have already been moved, when did this move occur?

Company Response

Accounts payable was moved to Dover, DE in the month of June 2005. The remaining accounting records were moved in October 2005.

3. Relating to paragraph 4 of the filing, has the company quantified the estimated cost savings?
 - a. Is so, please provide the amount and the basis for the calculation.

Company Response

The Company will recognize an annual cost savings of \$71,770 in external audit fees, which represents actual costs incurred by PricewaterhouseCoopers for the 2004 audit. This amount will increase annually as our rates with PricewaterhouseCoopers increase. This amount does not include the internal costs incurred by the Company's internal auditors for their testing of the controls as required by the Sarbanes-Oxley Act.

Thank you for your attention.

Sincerely,



Wayne L. Schiefelbein
Of Counsel

WLS/dcr

cc: Div. of Economic Regulation (Slemkewicz) (via fax)
Div. of Competitive Markets and Enforcement (Bulecza-Banks) (via fax)
General Counsel (Stern) (via fax)
Div. of Records and Reporting (via hand-delivery)

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