BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Conservation Cost Recovery Clause

Docket No. 060002-EG Filed: September 26, 2006

PRELIMINARY STATEMENT OF GULF POWER COMPANY REGARDING ISSUES AND POSITIONS

Gulf Power Company, ("Gulf Power", "Gulf", or "the "Company"), by and through its

undersigned attorneys, files this preliminary statement of issues and positions, saying:

Generic Energy Conservation Cost Recovery Issues

- **ISSUE 1:** What is the appropriate final conservation cost recovery true-up amount for the period January 2005 through December 2005?
- **<u>GULF:</u>** Over recovery \$376,996. (Eggart)

- **ISSUE 2:** What are the appropriate conservation cost recovery factors for the period January 2007 through December 2007?
- <u>GULF:</u> The Company's proposed conservation cost recovery factors by customer class for the period January 2007 through December 2007 are as follows:

RATE CLASS	CONSERVATION COST RECOVERY FACTORS ¢/kWh
RS, RSVP	0.088
GS	0.087
GSD, GSDT, GSTOU	0.083
LP, LPT	0.079
PX, PXT, RTP, SBS	0.074
OSI/II	0.070
OSIII	0.077

(Eggart).

- **<u>ISSUE 4</u>**: What should be the effective date of the new conservation cost recovery factors for billing purposes?
- **<u>GULF:</u>** The new conservation cost recovery factors should be effective beginning with the first billing cycle for January 2007 and thereafter through the last billing cycle for December 2007. The first billing cycle may start before January 1, 2007, and the last cycle may be read after December 31, 2007, so that each customer is billed for twelve months regardless of when the adjustment factor became effective. (Eggart)

Gulf Power Company-Specific Conservation Cost Recovery Issues

NONE RAISED BY GULF POWER COMPANY

Dated this 26th day of September, 2006.

Respectfully submitted,

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true copy of the foregoing was furnished by U. S. mail this 26th day of September, 2006, on the following:

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