

7/21 2:30 pm

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REPLY TO: Tallahassee

July 21, 1994

Ms. Blanca Bayo, Director
Division of Records and Reporting
Florida Public Service Commission
101 East Gaines Street
Tallahassee, FL 32399-0850

HAND DELIVERY

Re: Florida Public Utilities Company
Docket No. 940001-EI

Dear Ms. Bayo:

Enclosed for filing on behalf of Florida Public Utilities Company in connection with the hearing scheduled to begin August 11, 1994 in this docket are the original and 15 copies of the Company's Prehearing Statement. Also enclosed is a computer diskette containing the document called "stmt.fpu" in WordPerfect 5.1 format.

ACK

AFA Please acknowledge receipt of this document by stamping the enclosed extra copy of this letter.

APP _____

CAF _____ Thank you for your assistance.

CMU _____

CTR _____

EST 5. Dudley

LEG Brewer

LIN 3 FRS/amb

OPC Enclosures

cc: Parties of Record (with enclosures)

RGH Mr. George Bachman (with enclosures)

SEC 1

WTS _____

OTH _____

Yours very truly,

Floyd R. Self

RECEIVED & FILED
mes
FPSC-BUREAU DE RECORDS

DOCUMENT NUMBER - DATE

07401 JUL 21 1994

FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Fuel and Purchased Power)
Cost Recovery Clause and)
Generating Performance)
Incentive Factor.)

Docket No. 940001-EI
Filed: July 21, 1994

PREHEARING STATEMENT OF
FLORIDA PUBLIC UTILITIES COMPANY

Florida Public Utilities Company, through undersigned counsel,
respectfully submits its prehearing statement.

A. APPEARANCES

Floyd R. Self
Messer, Vickers, Caparello, Madsen & Goldman, P. A.
Post Office Box 1876
Tallahassee, FL 32302-1876

On behalf of Florida Public Utilities Company

B. WITNESSES

<u>Witness</u>	<u>Subject Matter</u>	<u>Issues</u>
Bachman (FPU)	Purchased power cost recovery; true-up (Marianna and Fernandina Beach Divisions)	1-8

C. EXHIBITS

<u>Exhibit No.</u>	<u>Witness</u>	<u>Description</u>
<u>(GMB-2)</u>	Bachman	Schedules E, E1, E1b, E2, E4, E8, E10, E11, H1 & M1 (Marianna Division)
		Schedules E, E1, E1b, E2, E4, E8, E8A, E10, E11, H1 & F1 (Fernandina Beach Division)

D. BASIC POSITION

Florida Public Utilities has properly projected its costs and calculated its true-up amounts and purchased power cost recovery factors. Those factors should be approved by the Commission.

E. ISSUES AND POSITIONS

ISSUE 1: What are the appropriate final fuel adjustment true-up amounts for the period October, 1993 through March, 1994?

FPU's Position:

Marianna: \$10,735 (overrecovery)

Fernandina Beach: \$215,029 (overrecovery)

ISSUE 2: What are the estimated fuel adjustment true-up amounts for the period April, 1994 through September, 1994?

FPU's Position:

Marianna: \$38,323 (underrecovery)

Fernandina Beach: \$74,042 (overrecovery)

ISSUE 3: What are the total fuel adjustment true-up amounts to be collected during the period October, 1994 through March, 1995?

FPU's Position:

Marianna: \$27,588 (underrecovery)

Fernandina Beach: \$289,071 (overrecovery)

ISSUE 4: What are the appropriate levelized fuel cost recovery factors for the period October, 1994 through March, 1995?

FPU's Position:

Marianna: 2.98238¢/kwh

Fernandina Beach: 3.87688¢/kwh

ISSUE 5: What should be the effective date of the new fuel adjustment charge, oil backout charge and conservation cost recovery charge for billing purposes?

FPU's Position: Agrees with Staff.

ISSUE 6: What are the appropriate fuel recovery line loss multipliers to be used in calculating the fuel cost recovery factors charged to each rate class?

FPU's Position:

Marianna

Rate Schedule

Multiplier

RS	1.0126
GS	0.9963
GSD	0.9963
GSLD	0.9963
OL, OL-2	1.0126
SL-1, SL-2	0.9881

Fernandina Beach

All Rate Schedules

1.0000

ISSUE 7: What are the appropriate Fuel Cost Recovery Factors for each rate group adjusted for line losses?

FPU's Position:

Marianna

Rate Schedule

Adjustment

RS	4.936¢/kwh
GS	4.704¢/kwh
GSD	4.330¢/kwh
GSLD	4.170¢/kwh
OL, OL-2	3.047¢/kwh
SL-1, SL-2	2.973¢/kwh

Fernandina Beach

Rate Schedule

Adjustment

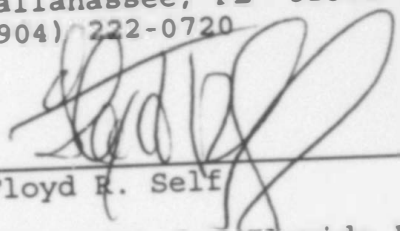
RS	.05098¢/kwh
GS	.04832¢/kwh
GSD	.04643¢/kwh
OL & SL	.04058¢/kwh

ISSUE 8: What is the appropriate revenue tax factor to be applied in calculating each company's levelized fuel factor for the projection period of October, 1994 through March, 1995?

FPU's Position: Agrees with Staff.

Dated this 21st day of July, 1994.

Respectfully submitted,
MESSER, VICKERS, CAPARELLO, MADSEN
& GOLDMAN, P. A.
Post Office Box 1876
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(904) 222-0720



Floyd R. Self

Attorneys for Florida Public
Utilities Company

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true copies of Florida Public Utilities Company's Prehearing Statement have been served upon the following parties by U. S. Mail this 21st day of July, 1994:

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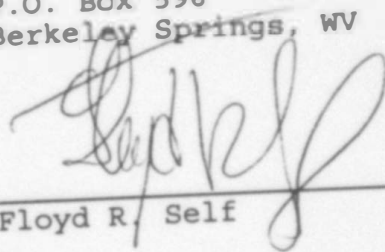
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