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FILE COPY

July 12, 1995

Ms. Blanca Bayo, Director
Division of Records and Reporting
Florida Public Service Commission
Room 110, Easley Building
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850

HAND DELIVERY

Re: Docket No. 950001-EI

Dear Ms. Bayo:

Enclosed for filing on behalf of Florida Public Utilities Company in connection with the hearings scheduled to being August 9, 1995 in this docket are an original and 15 copies of its Prehearing Statement. Also enclosed is a 3 1/2" diskette with the document on it called "950001.FPU" in WordPerfect 6.1 format.

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

Your attention to this filing is appreciated.

Sincerely,

Norman H. Horton, Jr.
Norman H. Horton, Jr.

NHH/amb
Enclosures
cc: Ms. Cheryl Martin
Parties of Record

RECEIVED & FILED
NHH
BUREAU OF RECORDS

DOCUMENT NUMBER-DATE
06608 JUL 12 1995
FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Fuel and Purchased Power)
Cost Recovery Clause and) Docket No. 950001-EI
Generating Performance) Filed: July 12, 1995
Incentive Factor.)
_____)

**PREHEARING STATEMENT OF
FLORIDA PUBLIC UTILITIES COMPANY**

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

A. APPEARANCES

Norman H. Horton, Jr.
Messer, Vickers, Caparello, Madsen, Goldman
& Metz, P. A.
Post Office Box 1876
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On behalf of Florida Public Utilities Company

B. WITNESSES

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

DOCUMENT PREPARED
06608 JUL 12 1995
FPSC-REGULATORY REPORTING

C. EXHIBITS

<u>Exhibit No.</u>	<u>Witness</u>	<u>Description</u>
<u>(CMM-1)</u>	Martin	Schedules E1, E1-A, E1-B, E-1B-1, E2, E7, and E-10 (Marianna Division)
		Schedules E1, E1-A, E1B, E1B-1, E2, E7, E8, and E10, (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, 1994 through March, 1994?

FPU's Position:

Marianna: \$66,717 (overrecovery)
Fernandina Beach: \$86,437 (overrecovery)

ISSUE 2: What are the estimated fuel adjustment true-up amounts for the period April, 1995 through September, 1995?

FPU's Position:

Marianna: \$35,293 (underrecovery)
Fernandina Beach: \$72,499 (underrecovery)

ISSUE 3: What are the total fuel adjustment true-up amounts to be collected or refunded during the period October, 1995 through March, 1996?

FPU's Position:

Marianna: \$31,424 to be refunded

Fernandina Beach: \$13,938 to be refunded

ISSUE 4: What are the appropriate levelized fuel cost recovery factors for the period October, 1995 through March, 1996?

FPU's Position:

Excluding demand cost recovery, the appropriate levelized fuel cost recovery factors for the period October, 1995 through March, 1996 should be:

Marianna: 2.819¢/kwh

Fernandina Beach: 3.612¢/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

<u>Rate Schedule</u>	<u>Multiplier</u>
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
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ISSUE 7: What are the appropriate Fuel Cost Recovery Factors for each rate group adjusted for line losses?

FPU's Position:

Marianna

RS	4.875¢/kwh
GS	4.657¢/kwh
GSD	4.145¢/kwh
GSLD	4.169¢/kwh
OL, OL-2	2.938¢/kwh
SL-1, SL-2	2.854¢/kwh

Fernandina Beach

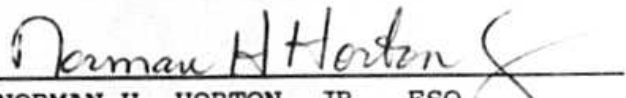
<u>Rate Schedule</u>	<u>Adjustment</u>
RS	5.228¢/kwh
GS	5.292¢/kwh
GSD	4.500¢/kwh
OL, & SL	4.123¢/kwh

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 April, 1995 through October, 1995?

FPU's Position: Agrees with Staff.

Dated this 12th day of July, 1995.

Respectfully submitted,
MESSER, VICKERS, CAPARELLO, MADSEN
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NORMAN H. HORTON, JR., ESQ.
FLOYD R. SELF, ESQ.

Attorneys for Florida Public
Utilities Company

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of Florida Public Utilities Company's Prehearing Statement in Docket No. 950001-EI have been served upon the following parties by U. S. Mail this 12th day of July, 1995:

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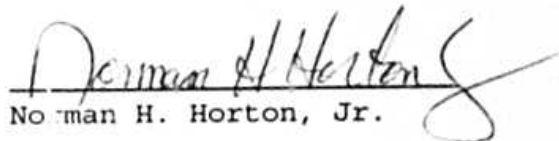
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