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February 8, 1996



Blanca S. Bayo, Director Division of Records & Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re: Docket No. 960002-EG

Conservation Cost Recovery Clause.

Dear Ms. Bayo:

Enclosed on behalf of Chesapeake Utilities Corporation for filing in the above docket are an original and 15 copies of the following:

- Prehearing Statement of Chesapeake Utilities Corporation Florida Division; and
- 2. our Certificate of Service.

Also enclosed is a 3½ high density diskette containing the Prehearing Statement. The software used to prepare this document is WordPerfect 6.1.

Please acknowledge receipt of the foregoing by stamping the enclosed extra copy of this letter and returning same to my attention. Thank you for your assistance.

Sincerely,

Sincerely,

Your L Schiefe Stein
Wayne L. Schiefelbein

HAND DELIVERY

WLS/ldv Enclosures

EAG

OPC

OTH

RCH RECEIVED & FILED

SEC TO SECURD SECURDS

EPSC-BUREAU OF, RECURDS

01523 FEB-8%

FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Energy Conservation Cost Recovery (ECCR) Clause Docket # 960002-EG

PREHEARING STATEMENT OF CHESAPEAKE UTILITIES CORPORATION FLORIDA DIVISION

A. WITNESSES:

Witness Subject Matter Issues

(Direct)

William M. Nettles Generic Conservation Cost 1,2

(CUC) Recovery Issues

B. EXHIBITS:

1.

Exhibit Number Witness Description WMN-1 True-up variance analysis Nettles [Schedules CT1 through (Composite) CT61 Projections Nettles Recovery WMN-2 Clause Calculation; (Composite) Estimated ECCR charges by classification; [Schedule C1; Schedule C2; Schedule C3; Schedule C4

C. STATEMENT OF BASIC POSITION

The Commission should approve CUC's final adjusted net true-up amount of \$55,068 (underrecovery) for the period October 1, 1994 through September 30, 1995; the estimated true-up amount for the twelve months ending March 31, 1997; and the projected conservation program expenses for the period April 1, 1996 through March 31, 1997.

The Commission should approve the following ECCR factors for the following rate classes for application to bills rendered for meter readings taken between April 1, 1996 and March 31, 1997:

DOCUMENT NUMBER-DATE

01523 FEB-8#

FPSC-RECORDS/REPORTING

| Rate Class | ECCR Factor (cents per therm) |
|----------------------------|-------------------------------|
| GS Residential | 3.656 |
| GS Commercial | 1.142 |
| GS Commercial Large Volume | 0.693 |
| GS Industrial | 0.382 |
| Firm Transportation | 0.369 |
| | |

D. STATEMENTS OF FACT

 ISSUE: What is the final end-of-the-period true-up amount for the period October 1, 1994 through September 30, 1995?

POSITION:

CUC: \$55,068 Underrecovery. This amount is in agreement with Staff's position.

 ISSUE: What are the appropriate conservation cost recovery factors for the period April, 1996 through March, 1997?

POSITION:

CUC: The following adjusted factors are in agreement with Staff's position:

| Rate Class | ECCR Factor (cents per therm) |
|----------------------------|-------------------------------|
| GS Residential | 3.656 |
| GS Commercial | 1.142 |
| GS Commercial Large Volume | 0.693 |
| GS Industrial | 0.382 |
| Firm Transportation | 0.369 |

E. OUESTIONS OF LAW

None.

F. POLICY QUESTIONS

None.

STIPULATED ISSUES G

None.

H. **MOTIONS**

None.

OTHER MATTERS L

None.

Respectfully submitted,

William A. Nottes, Jr. Chesapeake Utilities Corporation Florida Division

1015 6th Street NW

P.O. Box 960

Winter Haven, Florida 33882-0960

(941) 293-2125

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Conservation Cost Recovery)
Clause.

DOCKET NO. 960002-EG FILED: February 8, 1996

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the Prehearing Statement of Chesapeake Utilities Corporation Florida Division has been furnished by hand-delivery on this 8th day of February, 1996 to SHEILA L. ERSTLING, ESQ., Division of Legal Services, Florida Public Service Commission, Gunter Building, Room 370, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, and by regular U.S. Mail to the following:

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