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January 13, 1997

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

HAND DELIVERY



RE: Docket No. 970002-EG Conservation Cost Recovery Clause

Dear Ms. Bayo:

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

- Petition for Approval of Conservation Cost Recovery Factors; -004/6-97
- 2.

Exhibit WMN-2;

- 4. Preliminary Statement of Issues and Positions: -00 4/8-97
- 5. Prehearing Statement; and
 6. our Certificate of Service,

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,

Wayne L. Schiefelbein

WLS Abay Enclosures WAS _____

OTH _____

U. L. CUPY

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Energy Conservation Cost Recovery (ECCR) Clause Docket # 970002-EG

FPSC-RECORDS/REPORTING

PREHEARING STATEMENT OF CHESAPEAKE UTILITIES CORPORATION FLORIDA DIVISION

	Δ.	WITNESSES:			
		Witness	Subject Matter	Issues	
		(Direct)			
	1.	William M. Nettles (CUC)	Generic Conservation Cost Recovery Issues	1,2	
	<u>B.</u>	EXHIBITS:			
		Exhibit Number	Witness	Description	
		WMN-1 (Composite)	Nettles	True-up variance analysis [Schedules CT1 through CT6]	
ACK		WMN-2 (Composite)	Nettles	Projections Recovery Clause Calculation; Estimated ECCR charges by rate classification; [Schedule C1; Schedule C2; Schedule C3; Schedule C4]	
AFA	C.	STATEMENT OF BASIC POSITION			
OAF OAF OTR EFG		The Commission should approve CUC's final adjusted net true-up amount of (\$4,393) (overrecovery) for the period October 1, 1995 through September 30, 1996; the estimated true-up amount for the twelve months ending September 30, 1997; and the projected conservation program expenses for the period April 1, 1997 through March 31, 1998.			
LEG LIN OPG		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, 1997 and March 31, 1998:			
RCH				THE THE	
WAS		DOCUMENT NUMBER - TATE			
OTH _				00419 JAN 135	

Rate Class	ECCR Factor (cents per therm)	
GS Residential	3.624	
GS Commercial	0.977	
GS Commercial Large Volume	0.687	
GS Industrial	0.379	
Firm Transportation	0.366	

D. STATEMENTS OF FACT

 ISSUE: What is the final end-of-the-period true-up amount for the period October 1, 1995 through September 30, 1996?

POSITION:

CUC: (\$4,393) Overrecovery. This amount is in agreement with Staff's position.

What are the appropriate conservation cost recovery factors for the period April, 1997 through March, 1998?

POSITION:

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

Rate Class	ECCR Factor (cents per therm)	
GS Residential	3.624	
GS Commercial	0.977	
GS Commercial Large Volume	0.687	
GS Industrial	0.379	
Firm Transportation	0.366	

E. OUESTIONS OF LAW

None.

F. POLICY OUESTIONS

None.

G. STIPULATED ISSUES

None.

H. MOTIONS

None.

L OTHER MATTERS

None.

Respectfully submitted,

William M. Nettles, 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. 970002-EG FILED: January 13, 1997

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of Chesapeake Utilities Corporation's Petition for Approval of Conservation Cost Recovery Factors, the Prefiled Direct Testimony of William M. Nettles, Exhibit WMN-2, Preliminary Statement of Issues and Positions, and Prehearing Statement have been furnished this 13th day of January, 1997, by hand delivery to LORNA R. WAGNER, 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:

James A. McGee, Esq. Florida Power Corporation Post Office Box 14042 St. Petersburg, FL 33733-4042

Charles A. Guyton, Esq. Steel, Hector & Davis 215 South Monroe St., Ste. 601 Tallahassee, FL 32301-1804

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Attorneys for Chesapeake Utilities Corporation

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Conservation Cost Recovery) Clause.

DOCKET NO. 970002-EG FILED: January 13, 1997

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