

ORIGINAL
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G CITY GAS COMPANY
OF FLORIDA
An **NUI** Company

Miami Division
955 East 25th Street
Hialeah
Florida 33013-3498
Tel (305) 691-8710
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January 23, 1997

Ms. Blanca S. Bayo, Director
Division of Record and Reporting
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0868

Dear Ms. Bayo:

Enclosed for filing in Docket No. **970002-EG**, please find the original and 15 copies of City Gas Company of Florida's Prehearing Statement along with a copy on diskette.

Should you have any questions with respect to this filing, please contact me at (305) 691-8710, ext. 174.

Sincerely,

Michael A. Palecki
Vice President of Regulatory Affairs

ACK _____
AFA _____
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CAF _____ Encl.
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DOCUMENT NUMBER DATE
00921 JAN 24 97
FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Conservation Cost Recovery)
Clause.)
_____)

DOCKET NO. 970002-EG
Filed: January 24, 1997

CITY GAS COMPANY OF FLORIDA'S PREHEARING STATEMENT

Pursuant to Commission Order, City Gas Company of Florida files its Prehearing Statement.

a. Witnesses

<u>Witness</u>	<u>Appearing For</u>	<u>Issue #</u>
<u>Direct</u>		
Carl Smith	City Gas Company of Florida, A Division of NUI Corporation	Issues 1 and 2

Rebuttal

None

b. Exhibits

<u>Witness</u>	<u>Proffered By</u>	<u>I.D. No.</u>	<u>Description</u>
Carl Smith	Carl Smith	_____ (CS-1)	Schedules C-1, C-2, C-3, C-4, and C-5.

c. Statement of Basic Position

The Commission should determine that the appropriate adjusted net true-up for City Gas Company for the period October 1995 through September 1996 is \$452,184 underrecovery. The appropriate conservation cost recovery factors for the period April 1997 through March 1998 are \$3.574 cents per therm for the RS class and \$0.950 cents per therm for the CS class.

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FPSC-RECORDS/REPORTING

d. Position on the Issues

Generic Conservation Cost Recovery Clause Issues

ISSUE 1: What are the appropriate adjusted net true-up amounts for City Gas for the period October 1995 through September 1996?

Position: Underrecovery of \$452,184.

ISSUE 2: What are appropriate conservation cost recovery factors for City Gas for the period April, 1996 through March, 1997?

Position:	Rate Class	ECCR Factor
	RS - Residential	3.574 cents / therm
	CS - Commercial	0.950 cents / therm

Company-Specific Issues

City Gas Company of Florida has no position at this time on company-specific issues in this docket.

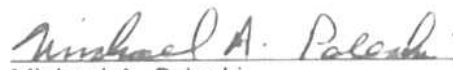
e. Pending Motions

City Gas Company of Florida has no pending motions.

f. Other Matters

None at this time.

Respectfully submitted this 24th day of January, 1997.



Michael A. Palecki
NUI CORPORATION - SOUTHERN DIVISION
Vice President of Regulatory Affairs
955 East 25 Street
Hialeah, FL 33013-3498
(305) 691-8710

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the City Gas Company of Florida's Prehearing Statement has been furnished by U.S. Mail to the following parties of record, this 24TH day of January, 1997:

Sheila Erstling, Esquire
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Florida Public Service Commission
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c/o Ansley Watson, Jr., Esquire
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South Florida Natural Gas Co.
c/o Floyd R. Self, Esquire
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