

State of Florida

7 9 70

Commissioners:

JULIA L. JOHNSON, CHAIRMAN
SUSAN F. CLARK
J. TERRY DEASON
JOE GARCIA
DIANE K. KIESLING



TIMOTHY DEVLIN, Director
Auditing & Financial Analysis
(904) 438-6480

1997 COPY

Public Service Commission

June 9, 1997

Chesapeake Utilities Corporation
Thomas A. Geoffroy
P. O. Box 960
Winter Haven, FL 33882-0960

Dear Mr. Geoffroy:

Docket No. 970003-GU -- Chesapeake Utilities Corporation
PGA Audit Request - Period Ending September 30, 1997

The Florida Public Service Commission will review the Purchased Gas Cost Recovery True-up for the period ending September 30, 1997 in accordance with Commission audit procedures. Auditors may select one or more accounts for detailed examination. Access may be requested to documents and records supporting affiliate company transactions that affect regulated operations. Staff auditors may also request to review the firm's external audit working papers for the most recent independent audit. Ian Forbes, the district office supervisor, (407) 317-7337, will coordinate this audit.

ACK Rule 25-7.014(5), F.A.C., states that, "Upon direction of the Commission, or
AFA in the performance of delegated staff duties, any member of the Commission may
APP make at any reasonable time a personal visit to the utility's offices or other
CAF places of business, and may inspect any facility, records, accounts, books,
COM reports, and papers of the utility which appear necessary in the discharge of
CTR Commission duties. During such visits the company shall provide staff
EAG member(s) with adequate and comfortable working and filing space, consistent
EQU with the prevailing conditions and climate and comparable with the
LAW accommodations provided the company's outside auditors".

EAJ
EQU
LAW
COM
CTR
CAF
APP
AFA
ACK

DOCUMENT NUMBER-DATE

05985 JUN 13 97

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BLVD • TALLAHASSEE, FL 32399-0850

An Affirmative Action/Equal Opportunity Employer

Internet E-mail: CONTACT@PSC.STATE.FL.US

Chesapeake Utilities Corporation

June 9, 1997

- 2 -

A formal audit report will be issued for internal official use only by the Commission on or about December 9, 1997. A copy of the final report will be mailed to the company liaison officer listed in the Commission Mailing Directory. Comments should be mailed to the Director of Records and Reporting within ten days after receipt.

Questions regarding the audit or staff conduct should be directed to Ian Forbes or myself at (904) 413-6487.

Sincerely,



Denise N. Vandiver

DNV/sp

Enclosure: (1) Excerpts from Rule 25-22.006, F.A.C.
and 366.093, F.S.

cc: Mary Bane Andrews, Deputy Executive Director/Tech. (w/o enclosure)
Field Audit Supervisor
Legal Services (w/o enclosure)
Division of Records and Reporting (w/o enclosure)
Public Counsel