

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Fuel and Purchased Power)
Cost Recovery Clause and Generating) Docket No. 000001-EI
Performance Incentive Factor.) Filed: September 21, 2000
_____)

**FLORIDA PUBLIC UTILITIES COMPANY'S
STATEMENT OF PRELIMINARY ISSUES AND POSITIONS**

Florida Public Utilities Company ("FPU"), by and through its undersigned counsel, submits its preliminary issues and positions in connection with the hearing that is scheduled for November 20-22, 2000, in the above-styled docket.

ISSUES AND POSITIONS

Issue 1: What are the appropriate final fuel adjustment true-up amounts for the period January, 1999 through December, 1999?

FPU's Position:

Marianna: \$ 43,609 (over-recovery)
Fernandina Beach: \$302,631 (over-recovery)

Issue 2: What are the estimated fuel adjustment true-up amounts for the period January, 2000 through December, 2000?

FPU's Position:

Marianna: \$104,942 (over-recovery)
Fernandina Beach: \$314,792 (over-recovery)

Issue 3: What are the total fuel adjustment true-up amounts to be collected or refunded during the period January, 2001 through December, 2001?

FPU's Position:

Marianna: \$148,551 to be refunded
Fernandina Beach: \$617,423 to be refunded

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FPSC-RECORDS/REPORTING

Issue 4: **What are the appropriate levelized fuel adjustment factors, excluding demand cost recovery for the period January, 2001 through December, 2001?**

FPU's Position:

Marianna: 2.204¢/kwh
Fernandina Beach: 1.875¢/kwh

Issue 5: **What should be the effective date of the new fuel adjustment charge and capacity cost recovery charge for billing purposes?**

FPU's Position: FPU's approved fuel adjustment and purchased power cost recovery factors should be effective for all meter readings on or after January, 2001, beginning with the first or applicable billing cycle for the period January, 2001.

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: All Rate Schedules 1.0000
Fernandina Beach: All Rate Schedules 1.0000

Issue 7: **What are the appropriate fuel cost recovery factors for each rate class/delivery voltage level class adjusted for line losses?**

FPU's Position:

Marianna:

<u>Rate Schedule</u>	<u>Adjustment</u>
RS	\$.03838
GS	\$.03821
GSD	\$.03514
GSLD	\$.03284
OL	\$.02604
SL	\$.02602

Fernandina Beach:

<u>Rate Schedule</u>	<u>Adjustment</u>
RS	\$.03459
GS	\$.03398
GSD	\$.03190
CSL	\$.02506
OL	\$.02506
SL	\$.02506

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 January, 2001 through December, 2001?

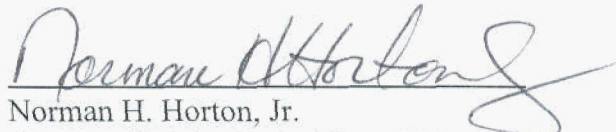
FPU's Position:

Marianna: 1.00072

Fernandina Beach: 1.01597

Dated this 21st day of September, 2000.

Respectfully submitted,
MESSER, CAPARELLO & SELF, P.A.
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Norman H. Horton, Jr.
Attorney for Florida Public Utilities Company

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of Florida Public Utilities Company's Preliminary List of Issues and Positions in Docket No. 000001-EI have been served by hand delivery (*) and/or U. S. Mail this 21st day of September, 2000 upon the following:

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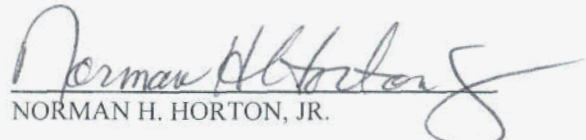
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