

ORIGINAL



Akerman Senterfitt
ATTORNEYS AT LAW

Fort Lauderdale
Jacksonville
Los Angeles
Madison
Miami
New York
Orlando
Tallahassee
Tampa
Tysons Corner
Washington, DC
West Palm Beach

Suite 1200
106 East College Avenue
Tallahassee, FL 32301
www.akerman.com
850 224 9634 tel 850 222 0103 fax

September 15, 2006

VIA HAND DELIVERY

Blanca S. Bayó, Director
Division of Commission Clerk and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

RECEIVED-FPSC
06 SEP 15 PM 2:34
COMMISSION
CLERK

Re: Docket No. 060004-GU – Natural Gas Conservation Cost Recovery Clause

Dear Ms. Bayó:

Enclosed for filing in the above referenced Docket, please find an original and 15 copies of Chesapeake Utilities Corporation's Petition and the Direct Testimony and Exhibit of Brian Bilinski.

08487-06

08488-06

Your assistance in this matter is greatly appreciated.

Sincerely,

Beth Keating
AKERMAN SENTERFITT
106 East College Avenue, Suite 1200
Tallahassee, FL 32302-1877
Phone: (850) 224-9634
Fax: (850) 222-0103

RECEIVED & FILED

FPSC-BUREAU OF RECORDS

CMP _____
COM 5
CTR original
ECR 1
GCL 1
OPC _____
RCA 1
SCR _____
SGA _____
SEC 1
OTH +cover ltr.
Enclosures

DOCUMENT NUMBER-DATE

08487 SEP 15 06

FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Natural Gas Conservation Cost Recovery

Docket No. 060004-GU

**PETITION OF THE FLORIDA DIVISION OF CHESAPEAKE UTILITIES
CORPORATION FOR APPROVAL OF
CONSERVATION COST RECOVERY FACTORS**

THE FLORIDA DIVISION OF CHESAPEAKE UTILITIES CORPORATION (the Company), pursuant to Rule 25-17.015, Florida Administrative Code, hereby submits this petition to the Commission for approval of its conservation cost recovery factors listed herein below to be applied to bills rendered for meter readings taken between January 1, 2007 and December 31, 2007. In support hereof, the Company states:

1. The exact name of the Company and the address of its principal business office is:

Chesapeake Utilities Corporation
Florida Division
1015 Sixth Street NW
Winter Haven, Florida 33881

2. The name and address of the person authorized to receive notices and communications in respect to this docket is:

Beth Keating, Esquire
Of Counsel
Akerman Senterfitt
106 E. College Ave., Suite 1200
Tallahassee, Florida 32301
(Ph) 850-224-9634
(Fax) 850-222-0103

Attorneys for Chesapeake Utilities Corporation, Florida Division

3. The conservation cost recovery factors were calculated in accordance with the methodology that has been previously approved by the Commission. The factors are designed to recover the projected conservation program expenses of the Company for

DOCUMENT NUMBER-DATE

08487 SEP 15 08

FPSC-COMMISSION CLERK

the period January 1, 2007 through December 31, 2007, adjusted for the net true-up (which includes the estimated conservation true-up for the period January 1, 2006 through December 31, 2006), as well as interest calculated in accordance with the methodology established by the Commission. The calculation of the factors and the supporting documentation is contained in the prepared testimony of the Company witness, Brian S. Bilinski.

4. The Company projects total conservation program expenses, net of all program revenues, of \$1,422,724 for the period January 2007 through December 2007. The projected net true-up is an underrecovery of (\$6,148). After adding the projected conservation expenses to the amount of this underrecovery, a total of \$1,428,872 remains to be recovered during the period January 1, 2007 through December 31, 2007. Dividing this total among the Company's rate classes, excluding customers who are on market-based rates, and then dividing this result by the projected gas throughput for the period by rate class, and expanding for taxes, results in the following conservation adjustment factors for which the Company seeks approval in this petition.

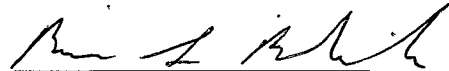
Rate Class	Adjustment Factor (dollars per therm)
FTS-A	.21671
FTS-B	.17677
FTS-1	.14728
FTS-2	.09955
FTS-3	.06064
FTS-4	.04874
FTS-5	.03913
FTS-6	.03536
FTS-7	.02226
FTS-8	.01956
FTS-9	.01617

FTS-10	.01513
FTS-11	.01331
FTS-12	.01078

WHEREFORE, THE FLORIDA DIVISION OF CHESAPEAKE UTILITIES

CORPORATION prays the Commission will grant this petition, and approve the above conservation adjustment factors to be applied to bills rendered for meter readings taken between January 1, 2007 and December 31, 2007, inclusive.

RESPECTFULLY submitted this 15th day of September 2006.



Brian S. Bilinski
Senior Financial Analyst
Chesapeake Utilities Corporation
Florida Division
1015 Sixth Street NW
Winter Haven, Florida 33881
(863) 293-2125 x2913

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the Petition of Chesapeake Utilities Corporation for Approval of Conservation Cost Recovery Factors and the Direct Testimony and Exhibit BSB-2 of Brian Bilinski, has been furnished by U.S. Mail to the following parties of record this 15th day of September 2006.

Marc S. Seagrave
Florida Public Utilities Company
Post Office Box 3395
West Palm Beach, FL 33402-3395

Norman Horton, Jr.
Messer Law Firm
Post Office Box 15579
Tallahassee, FL 32317

Charles A. Rawson, III
Florida City Gas
955 East Street
Hiialeah, FL 33013-3498


Macfarlane Ferguson Law Firm
Ansley Watson, Jr.
Post Office Box 1531
Tampa, FL 33601-1531

Thomas A. Geoffroy
Florida Division of Chesapeake Utilities
Corp.
Post Office Box 960
Winter Haven, FL 33882-0960

Angela L. Llewellyn/Matthew R. Costa
Regulatory Affairs
People Gas System
Post Office Box 111
Tampa, FL 33601-0111

Stuart L. Shoaf
St. Joe Natural Gas Company, Inc.
Post Office Box 549
Port St. Joe, FL 32457-0549

Katherine Fleming
Office of General Counsel
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399


Beth Keating
Akerman Senterfitt Attorneys at Law
106 East College Avenue, Suite 1200
Tallahassee, FL 32301
(850) 224-9634