

ORIGINAL

Timolyn Henry

From: Ann Bassett [abassett@lawfla.com]
Sent: Friday, September 22, 2006 4:24 PM
To: Filings@psc.state.fl.us
Subject: Docket No. 060001-EI
Attachments: 2006-09-22, FPU's Preliminary Issues and Positions.pdf

The person responsible for this electronic filing is:

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The Docket No. is 060001-EI, Fuel and Purchased Power Cost Recovery Clause and Generating Performance Incentive Factor

This is being filed on behalf of Florida Public Utilities Company

Total Number of Pages is 6

Florida Public Utilities Company's Preliminary List of Issues and Positions.

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---> Please note our new building address effective September 1, 2006:

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CMP And our new post office box address for the firm:

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MESSER CAPARELLO & SELF, P.A.

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September 22, 2006

BY ELECTRONIC FILING

Ms. Blanca Bayó, Director
Commission Clerk and Administrative Services
Room 110, Easley Building
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850

Re: Docket No. 060001-EI

Dear Ms. Bayó:

Enclosed for filing on behalf of Florida Public Utilities Company is Florida Public Utilities Company's Preliminary List of Issues and Positions in the above referenced docket.

Thank you for your assistance in this matter.

Sincerely,


Norman H. Horton, Jr.

NHH:amb

Enclosure

cc: Mr. George Bachman
Parties of Record

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Fuel and Purchased Power)	
Cost Recovery Clause and Generating)	Docket No. 060001-EI
Performance Incentive Factor.)	Filed: September 22, 2006
_____)		

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

Florida Public Utilities Company ("FPUC"), by and through its undersigned counsel, submits its preliminary list of issues and positions in connection with the hearing that is scheduled for November 6-8, 2006, in the above-styled docket.

ISSUES AND POSITIONS

GENERIC FUEL ADJUSTMENT ISSUES (Witness G. Bachman)

Issue 1: What are the appropriate fuel adjustment true-up amounts for the period January 2005 through December 2005?

FPUC's Position:

Marianna:	\$53,882	(underrecovery)
Fernandina Beach:	\$153,867	(underrecovery)

Issue 2: What are the appropriate estimated fuel adjustment true-up amounts for the period January, 2006 through December, 2006?

FPUC's Position:

Marianna:	\$262,709	(underrecovery)
Fernandina Beach:	\$738,815	(underrecovery)

Issue 3: What are the appropriate total fuel adjustment true-up amounts to be collected/refunded from January, 2007 through December, 2007?

FPUC's Position:

Marianna: \$316,591 (to be collected)
Fernandina Beach: \$892,682 (to be collected)

Issue 4: What is the appropriate revenue tax factor to be applied in calculating each investor-owned electric utility's levelized fuel factor for the projection period January 2007 through December 2007?

FPUC's Position:

Marianna: 1.00072
Fernandina Beach: 1.00072

Issue 5: What are the appropriate projected net fuel and purchased power cost recovery amounts to be included in the recovery factor for the period January 2007 through December 2007?

FPUC's Position:

Marianna: \$13,920,307
Fernandina Beach: \$22,203,752

Issue 6: What are the appropriate levelized fuel cost recovery factors for the period January 2007 through December 2007?

FPUC's Position:

Marianna: 2.709¢/kwh
Fernandina: 3.412¢/kwh

Issue 7: What are the appropriate fuel recovery line loss multipliers to be used in calculating the fuel cost recovery factors charged to each rate class/delivery voltage level class?

FPUC's Position:

Marianna: 1.0000 All Rate Schedules
Fernandina: 1.0000 All Rate Schedules

Issue 8: What are the appropriate fuel cost recovery factors for each rate class/delivery voltage level class adjusted for line losses?

FPUC's Position:

Marianna:

<u>Rate Schedule</u>	<u>Adjustment</u>
RS	\$.04420
GS	\$.04366
GSD	\$.04177
GSLD	\$.04001
OL	\$.03447
SL	\$.03463

Fernandina:

<u>Rate Schedule</u>	<u>Adjustment</u>
RS	\$.05134
GS	\$.05050
GSD	\$.04909
GSLD	\$.04796
OL	\$.03910
SL	\$.03983

Issue 9: What should be the effective date of the fuel adjustment charge and capacity cost recovery charge for billing purposes?

FPUC's Position: FPU's approved fuel adjustment and purchased power cost recovery factors should be effective for all meter readings on or after January 1, 2007, beginning with the first or applicable billing cycle for the period January, 2007.

Issue 10: What are the appropriate actual benchmark levels for calendar year 2006 for gains on non-separated wholesale energy sales eligible for a shareholder incentive?

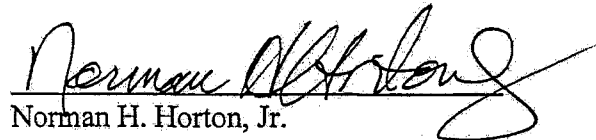
FPUC's Position: No position at this time.

Issue 11: What are the appropriate estimated benchmark levels for calendar year 2007 for gains on non-separated wholesale energy sales eligible for a shareholder incentive?

FPUC's Position: No position at this time.

Dated this 22nd day of September, 2006.

Respectfully submitted,
MESSER, CAPARELLO & SELF, P.A.
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Tallahassee, Florida 32317


Norman H. Horton, Jr.

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of the foregoing have been served by U. S. Mail this 22nd day of September, 2006 upon the following:

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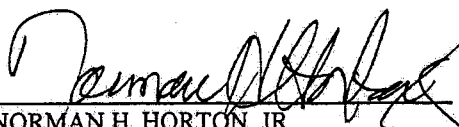
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