Susan D. Ritenour Secretary and Treasurer and Regulatory Manager One Energy Place Pensacola, Florida 32520-0781

Tel 850.444.6231 Fax 850.444.6026 SDRITENO@southernco.com



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October 9, 2008

Ms. Ann Cole, Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee FL 32399-0850

Dear Ms. Cole:

RE: Docket No. 080002-EG

Enclosed are an original and fifteen copies of the Prehearing Statement of Gulf Power Company to be filed in the above docket.

Also, enclosed is a CD containing the Prehearing Statement in Microsoft Word for Windows format as prepared on a Windows NT based computer.

Sincerely,

Susan D. Riteneur

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GCL	osures	
$\frac{OPC}{RCP} - cc:$	Beggs & Lane Jeffrey A. Stone, Esq.	
SSC SGA		
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FPSC-COMMISSION CLERK

## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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IN RE: Conservation Cost Recovery

Docket No.: 080002-EG

#### **CERTIFICATE OF SERVICE**

 $\underline{QH}$  I HEREBY CERTIFY that a true copy of the foregoing was furnished by U. S. mail this of October, 2008, on the following:

Norman Horton, Jr., Esq. Messer, Caparello, & Self, P.A. P. O. Box 15579 Tallahassee FL 32317

Patricia Ann Christensen, Esq. Office of Public Counsel 111 W. Madison St., Suite 812 Tallahassee FL 32399-1400

Marc S. Seagrave Florida Public Utilities Co. P. O. Box 3395 West Palm Beach FL 33402-3395

Lee L. Willis, Esq. James D. Beasley, Esq. Attorneys for Tampa Electric Co. Ausley & McMullen P. O. Box 391 Tallahassee FL 32302 R. Wade Litchfield, Esq. Associate General Counsel for Florida Power & Light Co. 700 Universe Boulevard Juno Beach FL 33408-0420

Katherine E. Fleming, Esq. Senior Attorney FL Public Service Commission 2540 Shumard Oak Boulevard Tallahassee FL 32399-0863

John T. Burnett, Esq. Progress Energy Service Co., LLC P. O. Box 14042 St. Petersburg FL 33733-4042

John W. McWhirter, Jr., Esq. Attorneys for FIPUG McWhirter Reeves & Davidson, P.A. P.O. Box 3350 Tampa, FL 33601-3350 Paula K. Brown, Administrator Regulatory Coordination Tampa Electric Company P. O. Box 111 Tampa FL 33601

Paul Lewis, Jr. Progress Energy Florida, Inc. 106 E. College Ave., Ste. 800 Tallahassee FL 32301

Jeffrey S. Bartel Vice President Florida Power & Light Co. 215 S. Monroe Street, Ste. 810 Tallahassee FL 32301-1859

John T. Butler, Esq. Senior Attorney for Florida Power & Light Co. 700 Universe Boulevard Juno Beach FL 33408-0420

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Florida Bar No. 325953 **RUSSELL A. BADDERS** Florida Bar No. 007455 **STEVEN R. GRIFFIN** Florida Bar No. 0627569 BEGGS & LANE P. O. Box 12950 Pensacola FL 32591-2950 (850) 432-2451 **Attorneys for Gulf Power Company** 

## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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IN RE: Conservation Cost Recovery Clause

Docket No.080002-EGDate Filed:October 9, 2008

## PREHEARING STATEMENT OF GULF POWER COMPANY

Gulf Power Company, ("Gulf Power", "Gulf", or "the Company"), by and through its

undersigned attorneys, and pursuant to Order No. PSC-08-0168-PCO-EG, issued March 20,

2008, and Order No. PSC-08-0361-PCO-EG, issued May 30, 2008, establishing the prehearing

procedure in this docket, files this prehearing statement, saying:

## A. APPEARANCES:

JEFFREY A. STONE, Esquire, RUSSELL A. BADDERS, Esquire and STEVEN R. GRIFFIN, Esquire, of Beggs & Lane, P.O. Box 12950, Pensacola, FL 32591-2950 On behalf of Gulf Power Company.

B. WITNESSES: All witnesses known at this time, who may be called by Gulf Power

Company, along with the subject matter and issue numbers which will be covered by the witness'

testimony, are as follows:

<u>Witness</u> ( <u>Direct</u> )	Subject Matter	Issues
1. John N. Floyd	True-up; components of Gulf's conservation plan and associated costs; projections and program results	1, 2, 3, 4, 5

## C. EXHIBITS:

Exhibit Number	<u>Witness</u>	Description
(JNF-1)	Floyd	Schedules CT - 1 through CT - 6
(JNF-2)	Floyd	Schedules C - 1 through C - 6 accurs of humber-date
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# D. STATEMENT OF BASIC POSITION

# Gulf Power Company's Statement of Basic Position:

It is the basic position of Gulf Power Company that the proposed ECCR factors present the best estimate of Gulf's Conservation expense for the period January 2009 through December 2009, including the true-up calculations and other adjustments allowed by the Commission.

# E. STATEMENT OF ISSUES AND POSITIONS

## **Generic Energy Conservation Cost Recovery Issues**

ISSUE 1:	What are the final conservation cost recovery true-up amounts for the period January 2007 through December 2007?
<u>GULF:</u>	Over recovery of \$1,597,656. (Floyd)
ISSUE 2:	What are the actual/estimated conservation cost recovery true-up amounts for the period January 2008 through December 2008?
<u>GULF:</u>	Over recovery of \$1,248,047. (Floyd)
ISSUE 3:	What are the total conservation cost recovery amounts to be collected during the period January 2009 through December 2009?
<u>GULF:</u>	Recovery of \$9,687,579 (excluding revenue taxes). (Floyd)

- **ISSUE 4:** What are the conservation cost recovery factors for the period January 2009 through December 2009?
- **<u>GULF:</u>** The Company's proposed conservation cost recovery factors by customer class for the period January 2009 through December 2009 are as follows: (Floyd)

RATE CLASS	CONSERVATION COST RECOVERY FACTORS ¢/kWh
RS, RSVP	0.085
GS	0.083
GSD, GSDT, GSTOU	0.080
LP, LPT	0.076
PX, PXT, RTP, SBS	0.073
OSI, OSII	0.066
OSIII	0.075

- **<u>ISSUE 5</u>**: What should be the effective date of the new conservation cost recovery factors for billing purposes?
- **<u>GULF:</u>** The new conservation cost recovery factors should be effective beginning with the first billing cycle for January 2009 and thereafter through the last billing cycle for December 2009. The first billing cycle may start before January 1, 2009, and the last cycle may be read after December 31, 2009, so that each customer is billed for twelve months regardless of when the adjustment factor became effective. (Floyd)

## F. STIPULATED ISSUES

<u>GULF:</u> Yet to be determined. Gulf is willing to stipulate that the testimony of all witnesses whom no one wishes to cross examine be inserted into the record as though read, cross examination be waived, and the witness's attendance at the hearing be excused.

## G. PENDING MOTIONS:

GULF: None.

## H. PENDING CONFIDENTIALITY REQUEST:

GULF: None.

## I. OTHER MATTERS:

**<u>GULF:</u>** To the best knowledge of counsel, Gulf has complied, or is able to comply, with all requirements set forth in the orders on procedure and/or the Commission rules governing this prehearing statement. If other issues are raised for determination at the hearings set for November 4-6, 2008, Gulf respectfully requests an opportunity to submit additional statements of position and, if necessary, file additional testimony.

Dated this 9<sup>th</sup> day of October, 2008.

Respectfully submitted,

JEFFREY A. STONE Florida Bar No. 0325953 RUSSELL A. BADDERS Florida Bar No. 0007455 STEVEN R. GRIFFIN Florida Bar No. 0627569 Beggs & Lane P. O. Box 12950 Pensacola, FL 32591-2950 (850) 432-2451 Attorneys for Gulf Power Company

#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Conservation Cost Recovery

Docket No.: 080002-EG

#### **CERTIFICATE OF SERVICE**

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Florida Bar No. 325953 **RUSSELL A. BADDERS** Florida Bar No. 007455 **STEVEN R. GRIFFIN** Florida Bar No. 0627569 BEGGS & LANE P. O. Box 12950 Pensacola FL 32591-2950 (850) 432-2451 **Attorneys for Gulf Power Company**