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January 17, 1995

Blanca S. Bayo, Director Division of Records and Reporting Florida Public Service Commission 101 East Gaines Street Tallahassee, Florida 32399-0850 HAND DELIVERY

RE: Docket No. 950002-GU Conservation Cost Recovery Clause

Dear Ms. Bayo:

Enclosed for filing in the above docket on behalf of Chesapeake Utilities Corporation are an original and fifteen copies of the following:

005/2-95 1. Petition of Chesapeake Utilities Corporation for Approval of Conservation Cost Recovery Factors;

Direct Testimony of William M. Nettles;

Exhibit WMN-2; and

ACK

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our Certificate of Service.

RECEIVED & FILED

Please acknowledge receipt of the foregoing by stamping the enclosed extra copy of this letter and returning same to my attention. Thank you for your assistance.

Sincerely, Your L Schiefelbur

Wayne L. Schiefelbein

WLS/ldv Enclosures

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Conservation Cost Recovery Clause.

DOCKET NO. 950002-EG

FILED: January 17, 1995

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, the Direct Testimony of William M. Nettles and Exhibit WMN-2 have been furnished by hand-delivery on this 17th day of January, 1995 to ROBERT V. ELIAS, ESQ., Division of Legal Services, Florida Public Service Commission, 101 East Gaines Street, Tallahassee, Florida 32399-0850, and by regular U.S. Mail to the following:

James A. McGee, Esq. Florida Power Corporation Post Office Box 14042 St. Petersburg, FL 33733-4042

Charles A. Guyton, Esq. Steel, Hector & Davis 215 South Monroe St., Ste. 601 Tallahassee, FL 32301

Floyd R. Self, Esq. Messer, Vickers, Caparello, Madsen, Goldman & Metz, P.A. Post Office Box 1876 Tallahassee, FL 32302-1876

Jeffrey A. Stone, Esq. Beggs & Lane Post Office Box 12950 Pensacola, FL 32576-2950

James D. Beasley, Esq. MacFarlane, Ausley, Ferguson & McMullen Post Office Box 391 Tallahassee, FL 32302 Vicki Gordon Kaufman, Esq. McWhirter, Reeves, McGlothlin, Davidson & Bakas 315 South Calhoun St., Ste. 716 Tallahassee, FL 32301

Robert Scheffel Wright, Esq. Landers & Parsons Post Office Box 271 Tallahassee, FL 32302

Joseph A. McGlothlin, Esq. McWhirter, Reeves, McGlothlin, Davidson & Bakas 315 South Calhoun St., Ste. 716 Tallahassee, FL 32301

John Roger Howe, Esq. Office of the Public Counsel 111 W. Madison St., Room 812 Tallahassee, FL 32399-1400

Ms. Debbie K. Stitt St. Joe Natural Gas Company Post Office Box 549 Port St. Joe, FL 32456-0549 Ross S. Burnaman, Esq. Legal Environmental Assistance Foundation, Inc. 1115 N. Gadsden Street Tallahassee, FL 32303-6327

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WAYNE L. SCHIEFELBEIN Gatlin, Woods, Carlson & Cowdery 1709-D Mahan Drive Tallahassee, FL 32308 (904) 877-7191

Attorneys for Chesapeake Utilities Corporation BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Conservation-Cost Recovery Clause.)

Docket No. 950002-EG

PETITION OF CHESAPEAKE UTILITIES CORPORATION FOR APPROVAL OF CONSERVATION COST R: COVERY FACTORS

CHESAPEAKE UTILITIES CORPORATION, pursuant to Rule 25-17.015, Florida Administrative Code, hereby petitions the Commission for approval of its conservation cost recovery factors listed hereinbelow to be applied to bills rendered for meter readings taken between April 1, 1995 and March 31, 1996. In support hereof, Chesapeake states:

1. The exact name of the Company and the address of its principal business offices

is:

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r,

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Chesapeake Utilities Corporation 1015 Sixth Street NW P.O. Box 960 Winter Haven, Florida 33882-0960

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

> Wayne L. Schiefelbein Gatlin, Woods, Carlson & Cowdery 1709-D Mahan Drive Tallahassee, Florida 32308

Attorneys for Chesapeake Utilities Corporation

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

DOCUMENT NUMBER-DATE

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FPSC-RECORDS/REPORTING

Corporation for the period October 1, 1995 through March 31, 1996, adjusted for the net true-up (which includes the estimated conservation true-up for the period April 1, 1995 through September 30, 1995), as well as interest calculated in accordance with the methodology established by the Commission. The calculation of the factors and the supporting documentation are contained in the prepared testimony of Chesapeake Utilities Corporation witness William M. Nettles.

4. Chesapeake Utilities Corporation projects total conservation program expenses, net of all program revenues, of \$124,393 for the period October 1, 1995 through March 31, 1996. The net true-up is an underrecovery of \$139,124. After adding the projected conservation expenses to the amount of this underrecovery, a total of \$263,517 remains to be recovered during the April, 1995 through March, 1996 period. Dividing this total among Chesapeake's firm rate classes and then dividing this result by the projected firm gas retail sales for the period by rate classification, and expanding for taxes, results in the following conservation adjustment factors for which Chesapeake Utilities Corporation seeks approval in this petition.

Rate Class	Adjustment Factor (cents per therm)
GS Residential	4.402
GS Commercial	1.416
GS Commercial LV	0.857
GS Industrial	0.466
Firm Transportation	0.457

WHEREFORE, 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 April 1, 1995 and March 31, 1996, inclusive.

RESPECTFULLY submitted this 17th day of January, 1995.

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WAYNE L. SCHIEFELEEIN Gatlin, Woods, Carlson & Cowdery 1709-D Mahan Drive Tallahassee, Florida 32308 (904) 877-7191

Attorneys for Chesapeake Utilities Corporation