

One Energy Place  
Pensacola, Florida 32520

Tel 850 444 6000

January 13, 1998



Ms. Blanca S. Bayo, Director  
Division of Records and Reporting  
Florida Public Service Commission  
101 East Gaines Street  
Tallahassee FL 32399-0870

ORIGINAL

Dear Ms. Bayo :

RE: Docket No. 980002-EG

Enclosed for official filing in the above referenced docket are an original and ten (10) copies of the following:

1. Petition of Gulf Power Company for Approval of the Final Conservation Cost Recovery True-up Amounts" for October 1996 through September 1997, Estimated Conservation Cost Recovery True-up Amounts for October 1997 through March 1998; and Projected Conservation Cost Recovery Amounts for April 1998 through March 1999; and the Conservation Cost Recovery Factor to be Applied Beginning with the Period April 1998 through March 1999.
2. Prepared direct testimony and exhibit of M. D. Neyman.

ACK \_\_\_\_\_  
 AFA Taskover Also enclosed is a 3.5 inch double sided, double density  
 APP \_\_\_\_\_ diskette containing the Petition in WordPerfect for Windows 6.1  
 CAF \_\_\_\_\_ format as prepared on a MS-DOS based computer.  
 CMU \_\_\_\_\_ Sincerely,  
 CTR \_\_\_\_\_  
 EAG Susan D. Cranmer  
 LEG 1 Susan D. Cranmer  
 LIN 3 tags Assistant Secretary and Assistant Treasurer  
 OPC \_\_\_\_\_ lw  
 RCH \_\_\_\_\_  
 SEC 1 Enclosures  
 WFS \_\_\_\_\_ cc: Beggs and Lane  
 OTH \_\_\_\_\_ J. A. Stone, Esq.

*Petition*  
DOCUMENT NUMBER-DATE

00666 JAN 13 98

FPSC-RECORDS/REPORTING

*test/Neyman*  
DOCUMENT NUMBER-DATE

00667 JAN 13 98

FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Conservation Cost Recovery )  
\_\_\_\_\_ )

Docket No. 980002-EG

Certificate of Service

I HEREBY CERTIFY that a true copy of the foregoing was furnished by hand delivery or the U. S. Mail this 12<sup>th</sup> day of January 1998 to the following:

Norman Horton, Jr., Esquire  
Messer, Vickers, Caparello,  
French and Madsen  
P. O. Box 1876  
Tallahassee FL 32302

Vicki Kaufman, Esquire  
McWhirter Reeves McGlothlin  
Davidson Rief & Bakas  
117 S. Gadsden Street  
Tallahassee FL 32301

Jack Shreve, Esquire  
Office of Public Counsel  
111 W. Madison St., Suite 812  
Tallahassee FL 32399-1400

Lorna R. Wagner, Esquire  
Staff Counsel  
FL Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee FL 32399-0863

R. Scheffel Wright, Esquire  
Landers & Parsons  
P. O. Box 271  
Tallahassee FL 32302

James McGee, Esquire  
Florida Power Corporation  
P. O. Box 14042  
St. Petersburg FL 33733-4042

Stuart L. Shoaf  
St. Joe Natural Gas Company  
P. O. Box 549  
Port St. Joe FL 32456

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

Charles A. Guyton, Esquire  
Steel, Hector & Davis  
215 S. Monroe, Suite 601  
Tallahassee FL 32301

Ms. Colette M. Powers  
Indiantown Gas Company  
P. O. Box 8  
Indiantown FL 34956-0008

James D. Beasley, Esquire  
Ausley & McMullen  
P. O. Box 391  
Tallahassee FL 32302

Sebring Gas System, Inc.  
3515 Highway 27 South  
Sebring FL 33870-5452

Mr. J. Peter Martin  
South FL Natural Gas Co.  
101 NW 202 Terrace  
P. O. Box 69000-J  
Miami FL 33269-0078

John W. McWhirter, Jr., Esq.  
McWhirter, Reeves, McGlothlin,  
Davidson Rief & Bakas, P.A.  
P. O. Box 3350  
Tampa FL 33602-5126

William B. Willingham, Esq.  
Rutledge, Ecenia, Underwood,  
Purnell & Hoffman, P.A.  
P. O. Box 551  
Tallahassee FL 32302-0551

Debra Swim, Esquire  
LEAF, Inc.  
1115 N. Gadsden Street  
Tallahassee FL 32303



---

JEFFREY A. STONE  
Florida Bar No. 325953  
RUSSELL A. BADDERS  
Florida Bar No. 0007455  
Beggs & Lane  
P. O. Box 12950  
Pensacola FL 32576  
(850) 432-2451  
Attorneys for Gulf Power Company

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Conservation Cost Recovery )

) Docket No.: 980002-EG

) Filed: January 13, 1998

)

ORIGINAL

---

**PETITION OF GULF POWER COMPANY FOR APPROVAL OF  
THE "FINAL CONSERVATION COST RECOVERY TRUE-UP AMOUNTS"  
FOR OCTOBER 1996 THROUGH SEPTEMBER 1997;  
ESTIMATED CONSERVATION COST RECOVERY TRUE-UP AMOUNTS  
FOR OCTOBER 1997 THROUGH MARCH 1998;  
PROJECTED CONSERVATION COST RECOVERY AMOUNTS  
FOR APRIL 1998 THROUGH MARCH 1999;  
AND THE CONSERVATION COST RECOVERY FACTOR TO BE APPLIED  
BEGINNING WITH THE PERIOD APRIL 1998 THROUGH MARCH 1999**

---

Notices and communications with respect to this petition and docket should be addressed to:

Jeffrey A. Stone  
Russell A. Badders  
Beggs & Lane  
P. O. Box 12950  
Pensacola, FL 32576-2950

Susan D. Cranmer  
Assistant Secretary and Assistant Treasurer  
Gulf Power Company  
One Energy Place  
Pensacola, FL 32520-0780

GULF POWER COMPANY ("Gulf Power", "Gulf", or "the Company"), by and through its undersigned attorneys, and pursuant to Section 366.82(5) of the Florida Statutes and Rule 25-17.015 of the Florida Administrative Code, hereby petitions the Florida Public Service Commission for recovery of the "final conservation cost recovery true-up amounts" for October 1996 through September 1997; for approval of its estimated energy conservation true-up factor for the period October 1997 through March 1998 for approval of the projected energy conservation amounts for the period April 1998 through March 1999; and for approval of the proposed energy conservation cost recovery factor to be applied beginning with the period April 1998 through March 1999. In support thereof the Company would respectfully show:

DOCUMENT NUMBER-DATE

00666 JAN 13 98

FPSC-RECORDS/REPORTING

1. Gulf is a corporation with its headquarters located at 500 Bayfront Parkway, Pensacola, Florida 32520. The Company is an investor-owned electric utility operating under the jurisdiction of this Commission.

2. Pursuant to Section 366.82 of the Florida Statutes, Gulf's energy conservation programs and goals have been approved and adopted by order of this Commission. The implementation of these programs has resulted in certain reasonable and prudent unreimbursed costs incurred or to be incurred which the Company hereby petitions to be recovered through its rates and charges pursuant to Rule 25-17.015, F.A.C., and the orders and procedures of this Commission.

3. Incorporated by reference into this petition are the testimony and exhibits of M. D. Neyman submitted on November 19, 1997 and the testimony and exhibit of M. D. Neyman submitted with this petition.<sup>1</sup> The two composite exhibits present reports of Gulf's various programs and incorporate the appropriate and necessary data and information to show the energy conservation cost calculations projected for the period April 1998 through March 1999 and the appropriate true-up adjustment to be applied based on actual data through November 1997 and estimated data for the remainder of the period through March 1998.

---

<sup>1</sup>The composite exhibit attached to the November testimony contains the Company's CT schedules for the twelve month period ending September 1997. The composite exhibit attached to the January testimony contains the Company's C schedules for the twelve month period ending March 1999 and includes data related to the six month period October 1997 through March 1998.

4. The "final conservation cost recovery true-up amounts" were filed with the Commission in November 1997 as shown on Schedule CT-1. The final true-up amount for the period October 1996 through September 1997, as presented in the testimony and exhibits of M. D. Neyman filed in November 1997, is \$520,590 over recovery which amount is hereby submitted for approval by the Commission to be included in the calculation of the conservation cost recovery factors to be refunded in the next period.

5. Gulf has calculated its estimated true-up amount for the period October 1997 through March 1998 to be an over recovery of \$809,972. This amount is hereby submitted for approval by the Commission to be included in the calculation of the conservation cost recovery factors to be refunded during the projection period.

6. Gulf projects recoverable expenditures of \$2,571,917 for its approved conservation programs during the twelve month period beginning April 1998 and ending March 1999.

7. Gulf projects its retail energy sales during the period April 1998 through March 1999 will be 9,354,380,499 kilowatthours (KWH).

8. On the basis of the final true-up for the period October 1996 through September 1997, the estimated true-up for the period October 1997 through March 1998, the cost projections for the period April 1998 through March 1999, and proper consideration of both

projected kilowatthour sales and the adjustment for revenue taxes, the Company's proposed conservation cost recovery factors by customer class for the period April 1998 through March 1999 are as follows:

<b>RATE CLASS</b>	<b>CONSERVATION COST RECOVERY FACTORS ¢/KWH</b>
RS, RST	0.020
GS, GST	0.020
GSD, GSDT	0.019
LP, LPT	0.018
PX, PXT, RTP, CSA	0.018
OSI, OS11	0.017
OSIII	0.019
OSIV	0.021
SBS	0.018

WHEREFORE, Gulf Power Company respectfully requests the Commission to authorize the Company to recover its unreimbursed costs reasonably and prudently incurred in accordance with this petition and thereby approve the final conservation cost recovery true-up amounts for the period October 1996 through September 1997, the estimated conservation cost

projected kilowatthour sales and the adjustment for revenue taxes, the Company's proposed conservation cost recovery factors by customer class for the period April 1998 through March 1999 are as follows:

<b>RATE CLASS</b>	<b>CONSERVATION COST RECOVERY FACTORS ¢/KWH</b>
RS, RST	0.020
GS, GST	0.020
GSD, GSDT	0.019
LP, LPT	0.018
PX, PXT, RTP, CSA	0.018
OSI, OS11	0.018
OSIII	0.019
OSIV	0.020
SBS	0.018

WHEREFORE, Gulf Power Company respectfully requests the Commission to authorize the Company to recover its unreimbursed costs reasonably and prudently incurred in accordance with this petition and thereby approve the final conservation cost recovery true-up amounts for the period October 1996 through September 1997, the estimated conservation cost



recovery true-up amount for October 1997 through March 1998, the projected conservation cost recovery amounts for April 1998 through March 1999, and the conservation cost recovery factors to be applied beginning with the period April 1998 through March 1999.

Dated this 12<sup>th</sup> day of January, 1998



**JEFFREY A. STONE**  
Florida Bar No. 325953  
**RUSSELL A. BADDERS**  
Florida Bar No. 007455  
**Beggs & Lane**  
P.O. Box 12950  
Pensacola, FL 32576-2950  
(850) 432-2451  
**Attorneys for Gulf Power Company**