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



September 25, 2007

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

Dear Ms. Cole:

RE: Docket No. 070002-EG

Enclosed are an original and fifteen copies of the Preliminary Statement of Gulf Power Company Regarding Issues and Positions in the above docket.

Also enclosed is a 3.5 inch double sided, high density diskette containing the Petition in MSWord format as prepared on a Windows NT based computer.

CMP Sincerely, COM san D Kiteneus CTR ÉCR GCL OPC RCA bh SCR SGA - Enclosures SEC Beggs & Lane cc w/encl.: 01 SEP 26 111 9- 07 OTH J. A. Stone, Esq. SELATO NOLLATIVILSIO **DOCUMENT NUMBER-DATE** 08817 SEP 26 5

FPSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Conservation Cost Recovery Clause

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Docket No. 070002-EG Filed: September 26, 2007

PRELIMINARY STATEMENT OF GULF POWER COMPANY REGARDING ISSUES AND POSITIONS

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

undersigned attorneys, files this preliminary statement of issues and positions, saying:

Generic Energy Conservation Cost Recovery Issues

- **ISSUE 1:** What are the appropriate final conservation cost recovery true-up amounts for the period January 2006 through December 2006?
- **<u>GULF:</u>** Over recovery \$952,442 . (Eggart)

DOCUMENT NUMBER-DATE 0 8 8 1 7 SEP 26 5 FPSC-COMMISSION CLERK

- **ISSUE 2:** What are the appropriate conservation cost recovery factors for the period January 2008 through December 2008?
- **<u>GULF:</u>** The Company's proposed conservation cost recovery factors by customer class for the period January 2008 through December 2008 are as follows: (Eggart)

RATE CLASS	CONSERVATION COST RECOVERY FACTORS ¢/kWh
RS, RSVP	0.097
GS	0.094
GSD, GSDT, GSTOU	0.090
LP, LPT	0.085
PX, PXT, RTP, SBS	0.081
OSI, OSII	0.071
OSIII	0.084

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- **ISSUE 3**: 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 2008 and thereafter through the last billing cycle for December 2008. The first billing cycle may start before January 1, 2008, and the last cycle may be read after December 31, 2008, so that each customer is billed for twelve months regardless of when the adjustment factor became effective. (Eggart)

Gulf Power Company-Specific Conservation Cost Recovery Issues

NONE RAISED BY GULF POWER COMPANY

CERTIFICATE OF SERVICE

this 25 I HEREBY CERTIFY that a copy of the foregoing has been furnished this 25 day of September, 2007, by U. S. mail to 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

Cheryl Martin Florida Public Utilities Co. P. O. Box 3395 West Palm Beach FL 33402-3395

Lee L. Willis, Esq. James D. Beasley, Esq. Ausley & McMullen P. O. Box 391 Tallahassee FL 32302 R. Wade Litchfield, Esq. Natalie F. Smith, Esq. Attorneys 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. McWhirter Reeves & Davidson, P.A. 400 N. Tampa St., Suite 2450 Tampa FL 33602 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

William G. Walker, III Vice President Florida Power & Light Co. 215 S. Monroe Street, Ste. 810 Tallahassee FL 32301-1859

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