### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Natural gas conservation cost recovery.

DOCKET NO. 010004-GU ORDER NO. PSC-01-2388-FOF-GU ISSUED: December 11, 2001

The following Commissioners participated in the disposition of this matter:

E. LEON JACOBS, JR., Chairman
J. TERRY DEASON
LILA A. JABER
BRAULIO L. BAEZ
MICHAEL A. PALECKI

#### APPEARANCES:

Richard D. Melson, Esquire, Hopping Green Sams & Smith, P.A., Post Office Box 6526, Tallahassee, Florida 32314 On behalf of City Gas Corporation (CGC).

Wayne L. Schiefelbein, Esquire, P.O. Box 15856, Tallahassee, Florida 32317-5856 On behalf of Chesapeake Utilities Corporation (CUC).

Ansley Watson, Jr., Esquire; MacFarlane Ferguson & McMullen Law Firm, P.O. Box 1531, Tampa, Florida 33601 On behalf of Peoples Gas System (PGS).

Marlene K. Stern, Esquire, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850
On behalf of the Commission Staff.

DOCUMENT NUMBER-DATE

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ORDER APPROVING NATURAL GAS CONSERVATION COST RECOVERY AMOUNTS
AND ESTABLISHING CONSERVATION COST RECOVERY FACTORS TO BE
APPLIED DURING THE PERIOD JANUARY 2002 THROUGH DECEMBER 2002

## I. Case Background

As part of this Commission's ongoing gas conservation cost recovery, an administrative hearing was held on November 20, 2001, in this docket. Prior to the hearing, the parties reached agreement on all issues. Accordingly, all issues presented were stipulated. We accept and approve the stipulations as reasonable.

### II. Generic Conservation Cost Recovery Issues

A. Final End of Period True-Up Amounts for the Period January 2000 through December 2000

We approve as reasonable the following stipulation for the final end-of-period true-up amounts for the period January 2000 through December 2000:

CUC: \$ 3,560 Over Recovery
CGC: \$ 631,578 Over Recovery
FPUC: \$ 79,242 Under Recovery
PGS: \$ 443,731 Over Recovery
PGWF: \$ 758,566 Under Recovery
SJNG: \$ 11,331 Under Recovery

B. Conservation Cost Recovery Factors for the Period January 2002 through December 2002

We approve as reasonable the following stipulation as to the appropriate energy conservation cost recovery factors for the period January 2002 through December 2002:

CUC: <u>Rate Class</u>	<u>ECCR Factor</u>
GS1/TS-1	13.125 cents/therm
GS2/TS-2	6.481 cents/therm
GS3/TS-3	4.821 cents/therm
GS4/TS-4	3.831 cents/therm

	GS5/TS-5 GS6/TS-6 GS7/TS-7 GS8/TS-8 GS9/TS-9	3.349 cents/therm 2.669 cents/therm 1.673 cents/therm 1.402 cents/therm 1.321 cents/therm
CGC:	Rate Class	<u>Factor</u>
	Residential (RS, ED & GL) Commercial (CS, ED & SCTS) Commercial Large Volume (LCS & CTS)	4.983 cents/therm 1.428 cents/therm 0.946 cents/therm
	Industrial (IP & ITS)	0.863 cents/therm
FPUC:	Rate Class Residential Commercial (Sm. Vol.) Commercial	ECCR Factor 0.09068 cents/therm 0.03473 cents/therm
	(Lg. Vol.)	0.02324 cents/therm
	Large Vol. Transportation	0.2324 cents/therm
PGS:	Rate Class Residential Small Commercial Commercial (Lg. Vol. I) Commercial (Lg. Vol. II) Street Lighting NGVS	ECCR Factor 6.023 cents/therm 5.243 cents/therm 2.202 cents/therm 1.794 cents/therm 1.302 cents/therm 0.760 cents/therm 0.594 cents/therm
PGWF:	Rate Class Residential Commercial Commercial (Lg. Vol.) Industrial	ECCR Factor 12.793 cents/therm 4.024 cents/therm 3.021 cents/therm 2.973 cents/therm

SJNG: Rate Class <u>ECCR Factor</u>

Residential 3.012 cents/therm Commercial 2.581 cents/therm Commercial 1.195 cents/therm

(Lq. Vol.)

C. Effective Date of Cost Recovery Factors for Billing Purposes

We approve as reasonable, the following stipulation for the effective date of the cost recovery factors for billing purposes:

The factors should be effective beginning with the specified conservation cost recovery cycle and thereafter for the period January, 2002, through December, 2002. Billing cycles may start before January 1, 2002, and the last cycle may be read after December 31, 2002, so that each customer is billed for twelve months regardless of when the adjustment factor becomes effective.

# III. Company Specific Issue

- A. Florida Public Utilities Company (FPUC)
  - i. Treatment of promotional advertising items and television commercial advertising.

We find it appropriate for FPUC to recover \$16,132 for advertising.

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that the stipulations and findings set forth in the body of this Order are hereby approved. It is further

ORDERED that the utilities named herein are authorized to collect the natural gas conservation cost recovery amounts and use the factors approved herein for the period beginning with the specified conservation cost recovery cycle and thereafter for the period January 1, 2002, through December 31, 2002. Billing cycles may start before January 1, 2002, and the last cycle may be read

after December 31, 2002, so that each customer is billed for twelve months regardless of when the adjustment factor became effective. It is further

ORDERED that Florida Public Utilities Company is authorized to recover \$16,132 for advertising.

By ORDER of the Florida Public Service Commission this <u>11th</u> day of <u>December</u>, <u>2001</u>.

BLANCA S. BAYÓ, Director

Division of the Commission Clerk and Administrative Services

(SEAL)

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# NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Director, Division of the Commission Clerk and Administrative Services, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water and/or wastewater utility by filing a notice of appeal the Director. Division of the Commission Clerk and Administrative Services and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.