BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Purchased gas adjustment (PGA) true-up. DOCKET NO. 090003-GU ORDER NO. PSC-09-0732-FOF-GU ISSUED: November 4, 2009

The following Commissioners participated in the disposition of this matter:

MATTHEW M. CARTER II, Chairman LISA POLAK EDGAR NANCY ARGENZIANO NATHAN A. SKOP DAVID E. KLEMENT

APPEARANCES:

BETH KEATING, ESQUIRE, Akerman Senterfitt, 106 East College Avenue, Suite 1200, Tallahassee, Florida 32301 On behalf of Florida City Gas (FCG).

NORMAN H. HORTON, JR., ESQUIRE, Messer, Caparello & Self, P.A., Post Office Box 15579, Tallahassee, Florida 32317

On behalf of Florida Public Utilities Company (FPUC).

ANSLEY WATSON, JR., ESQUIRE, Macfarlane Ferguson & McMullen, Post Office Box 1531, Tampa, Florida, 33601-1531 and MATTHEW R. COSTA, ESQUIRE, TECO Energy, Inc., Post Office Box 111, Tampa, Florida 33601-0111 On behalf of Peoples Gas System (PGS).

STUART L. SHOAF, PRESIDENT, St. Joe Natural Gas Company, Inc., Post Office Box 549, Port St. Joe, Florida 32457-0549

On behalf of St. Joe Natural Gas Company (SJNG).

PATRICIA A. CHRISTENSEN, Associate Public Counsel, Office of Public Counsel, c/o The Florida Legislature, 111 West Madison Street, Room 812, Tallahassee, Florida 32399-1400 On behalf of the Citizens of the State of Florida (OPC).

KATHERINE E. FLEMING, ESQUIRE, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850 On behalf of the Florida Public Service Commission (Staff).

DOCUMENT NUMBER-CATE

| | | | NOV-48

FPSC-COMMISSION CLERK

ORDER NO. PSC-09-0732-FOF-GU DOCKET NO. 090003-GU PAGE 2

SAMANTHA CIBULA, Attorney Supervisor, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850 Advisor to the Florida Public Service Commission.

FINAL ORDER APPROVING PURCHASED GAS ADJUSTMENT TRUE-UP AMOUNTS AND ESTABLISHING PURCHASED GAS COST RECOVERY FACTORS TO BE APPLIED DURING THE PERIOD JANUARY 2010 THROUGH DECEMBER 2010

BY THE COMMISSION:

As part of our continuing purchased gas adjustment true-up proceedings, an administrative hearing was held November 2, 2009, in this docket. Florida City Gas, Florida Public Utilities Company, Peoples Gas System, and St. Joe Natural Gas Company submitted testimony and exhibits in support of their proposed final and estimated true-up amounts and their proposed purchased gas recovery factors. The Office of Public Counsel ("OPC") also participated in this proceeding. Prior to hearing, the parties reached agreement concerning all issues identified for resolution at hearing. These issues were presented to us as a stipulation. We have jurisdiction over the subject matter by the provisions of Chapter 366, Florida Statutes (F.S.), including Sections 366.04, 366.05, and 366.06, F.S.

The parties stipulated to the final and estimated true-up amounts and purchased gas cost recovery factors appropriate for each utility. We accept and approve the stipulations as reasonable and supported by competent, substantial evidence of record as set forth below.

We find that the appropriate final purchased gas adjustment true-up amounts for the period January 2008 through December 2008 are as follows:

Florida City Gas	\$1,404,419	Underrecovery
Florida Public Utilities	\$1,690,931	Underrecovery
Peoples Gas System, Inc.	\$31,478	Underrecovery
St. Joe Natural Gas Company	\$37,712	Overrecovery

We find that the appropriate actual/estimated purchased gas adjustment true-up amounts for the period January 2009 through December 2009 are as follows:

Florida City Gas	\$1,472,219	Overrecovery
Florida Public Utilities	\$2,518,720	Overrecovery
Peoples Gas System	\$2,153,153	Overrecovery
St. Joe Natural Gas Company	\$107,453	Overrecovery

We find that the appropriate total purchased gas adjustment true-up amounts to be collected during the period January 2010 through December 2010 are as follows:

Florida City Gas	\$67,800	Overrecovery
Florida Public Utilities	\$827,789	Overrecovery

ORDER NO. PSC-09-0732-FOF-GU DOCKET NO. 090003-GU PAGE 3

Peoples Gas System	\$2,121,675	Overrecovery
St. Joe Natural Gas Company	\$145,166	Overrecovery

We find that the appropriate levelized purchased gas cost recovery (cap) factors for the period January 2010 through December 2010 are as follows:

Florida City Gas	96.521 cents per therm
Florida Public Utilities	156.036 cents per therm
Peoples Gas System	119.468 cents per therm
St. Joe Natural Gas Company	75.100 cents per therm

We find that these factors shall be effective for all meter readings on or after January 1, 2010, beginning with the first or applicable billing cycle, for the period January 2010 through December 2010.

Based on the foregoing, it is

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

ORDERED that each utility that was a party to this docket shall abide by the stipulations, findings, and rulings herein which are applicable to it. It is further

ORDERED that the utilities named herein are authorized to collect the purchased gas adjustment amounts and utilize the factors approved herein effective with all meter readings on or after January 1, 2010, beginning with the first or applicable billing cycle for the period January 2010 through December 2010.

By ORDER of the Florida Public Service Commission this 4th day of November, 2009.

ANN COLE

Commission Clerk

(SEAL)

KEF

ORDER NO. PSC-09-0732-FOF-GU DOCKET NO. 090003-GU PAGE 4

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 Office of Commission Clerk, 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 with the Office of Commission Clerk, 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.