BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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CLERK

In re: Purchased gas adjustment (PGA) true-up. | DOCKET NO. 100003-GU

DATED: October 13, 2010

COMMISSION STAFF'S PREHEARING STATEMENT

Pursuant to Order No. PSC-10-0119-PCO-GU, filed February 26, 2010, the Staff of the Florida Public Service Commission files its Prehearing Statement.

a. All Known Witnesses

Staff does not intend to call any witnesses.

b. <u>All Known Exhibits</u>

Staff does not intend to sponsor any exhibits, but reserves the right to use exhibits for the purpose of cross-examination.

c. Staff's Statement of Basic Position

Staff's positions are preliminary and based on materials filed by the parties and on discovery. The preliminary positions are offered to assist the parties in preparing for the hearing. Staff's final positions will be based upon all the evidence in the record and may differ from the preliminary positions stated herein.

d. Staff's Position on the Issues

GENERIC PURCHASED GAS ADJUSTMENT ISSUES

ISSUE 1: What are the final purchased gas adjustment true-up amounts for the period January 2009 through December 2009?

POSITION:

| Florida City Gas | \$836,302 | Overrrecovery |
|-----------------------------|-------------|---------------|
| Florida Public Utilities | \$390,798 | Underrecovery |
| Peoples Gas System, Inc. | \$8,770,782 | Underrecovery |
| St. Joe Natural Gas Company | \$37,673 | Underrecovery |

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COMMISSION STAFF'S PREHEARING STATEMENT DOCKET NO. $100003\text{-}\mathrm{GU}$

PAGE 2

ISSUE 2: What are the actual/estimated purchased gas adjustment true-up amounts for the

period January 2010 through December 2010?

POSITION:

| Florida City Gas | \$264,017 | Underrecovery |
|-----------------------------|-------------|---------------|
| Florida Public Utilities | \$3,302,030 | Overrecovery |
| Peoples Gas System | \$7,766,515 | Overrecovery |
| St. Joe Natural Gas Company | \$119,350 | Overrecovery |

ISSUE 3: What are the total purchased gas adjustment true-up amounts to be collected

during the period January 2011 through December 2011?

POSITION:

| Florida City Gas | \$572,285 | Overrecovery |
|-----------------------------|-------------|---------------|
| Florida Public Utilities | \$2,911,232 | Overrecovery |
| Peoples Gas System | \$1,004,266 | Underrecovery |
| St. Joe Natural Gas Company | \$81,674 | Overrecovery |

<u>ISSUE 4</u>: What are the levelized purchased gas cost recovery (cap) factors for the period January 2011 through December 2011?

POSITION:

| Florida City Gas | 91.447 cents per therm |
|-----------------------------|-------------------------|
| Florida Public Utilities | 111.639 cents per therm |
| Peoples Gas System | 99.606 cents per therm |
| St. Joe Natural Gas Company | 72.400 cents per therm |

<u>ISSUE 5</u>: What should be the effective date of the new purchased gas adjustment charge for

billing purposes?

POSITION: The factor should be effective for all meter readings on or after January 1, 2011,

beginning with the first or applicable billing cycle for the period January 2011

through December 2011.

COMMISSION STAFF'S PREHEARING STATEMENT DOCKET NO. 100003-GU PAGE 3

e. Stipulated Issues

Staff is not aware of any stipulated issues at this time.

f. Pending Motions

Staff has no pending motions at this time.

g. Pending Confidentiality Claims or Requests

Staff has no pending confidentiality claims or requests at this time.

h. Objections to Witness Qualifications as an Expert

Staff has no objections to any witness' qualifications as an expert in this proceeding.

i. Compliance with Order No. PSC-10-0119-PCO-GU

Staff has complied with all requirements of the Order Establishing Procedure entered in this docket.

Respectfully submitted this 13th day of October, 2010.

KATHERINE E. FLEMING

SENIOR ATTORNEY

FLORIDA PUBLIC SERVICE COMMISSION

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that the original of COMMISSION STAFF'S PREHEARING STATEMENT has been filed with Office of Commission Clerk and one copy has been furnished to the following by electronic and U.S. Mail, on this 13th day of October, 2010:

Elizabeth Wade/David Weaver AGL Resources Inc. Ten Peachtree Place Location 1470 Atlanta, GA 30309

Melvin Williams Florida City Gas 933 East 25th Street Hialeah, FL 33013-3498

Paula K. Brown Regulatory Affairs Peoples Gas System P.O. Box 111 Tampa, FL 33601-0111

Office of Public Counsel J.R. Kelly/P. Christensen c/o The Florida Legislature 111 W. Madison Street, Room 812 Tallahassee, FL 32399-1400

Beth Keating Akerman Senterfitt 106 East College Avenue, Suite 1200 Tallahassee, FL 32301

Stuart Shoaf St. Joe Natural Gas Company P.O. Box 549 Port St. Joe, FL 32457-0549

Matthew R. Costa TECO Energy, Inc. P.O. Box 111 Tampa, FL 33601-0111

Ansley Watson, Jr., Macfarlane, Ferguson & McMullen P.O. Box 1531 Tampa, FL 33601-1531

CERTIFICATE OF SERVICE DOCKET NO. 100003-GU PAGE 2

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

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