BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Purchased gas adjustment (PGA) true-up.

DOCKET NO. 20190003-GU ORDER NO. PSC-2019-0492-FOF-GU ISSUED: November 19, 2019

The following Commissioners participated in the disposition of this matter:

ART GRAHAM, Chairman JULIE I. BROWN DONALD J. POLMANN GARY F. CLARK ANDREW GILES FAY

APPEARANCES:

BETH KEATING, and GREGORY M. MUNSON, ESQUIRES, Gunster Law Firm, 215 South Monroe Street, Suite 601, Tallahassee, Florida 32301 On behalf of Florida City Gas.

CHRISTOPHER T. WRIGHT, ESQUIRE, 700 Universe Boulevard, Juno Beach, Florida 33408
On behalf of Florida City Gas.

BETH KEATING, ESQUIRE, Gunster Law Firm, 215 South Monroe Street., Suite 601, Tallahassee, Florida 32301

On behalf of Florida Public Utilities Company and Florida Public Utilities Company – Fort Meade.

ANDREW M. BROWN, and ANSLEY WATSON, JR., ESQUIRES, Macfarlane Ferguson & McMullen, Post Office Box 1531, Tampa, Florida 33601-1531 On behalf of Peoples Gas System.

ANDY SHOAF, VICE PRESIDENT, St. Joe Natural Gas Company Incorporated, Post Office Box 549, Port St. Joe, Florida 32457-0549

On behalf of St. Joe's Natural Gas.

CHARLES REHWINKEL, and PATRICIA A. CHRISTENSEN, ESQUIRES, 111 West Madison Street, Room 812, Tallahassee, Florida 32399-1400 On behalf of Citizens of the State of Florida.

KURT M. SCHRADER, ESQUIRE, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850 On behalf of the Florida Public Service Commission.

MARY ANNE HELTON, ESQUIRE, Deputy General Counsel, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850

Advisor to the Florida Public Service Commission.

KEITH C. HETRICK, ESQUIRE, General Counsel, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850 Florida Public Service Commission General Counsel

FINAL ORDER APPROVING PURCHASED GAS ADJUSTMENT TRUE-UP AMOUNTS AND ESTABLISHING PURCHASED GAS COST RECOVERY FACTORS TO BE APPLIED DURING THE PERIOD OF JANUARY 2020 THROUGH DECEMBER 2020

As part of our continuing purchased gas adjustment true-up proceedings, an administrative hearing was held November 5, 2019, in this docket. Florida City Gas, Florida Public Utilities Company (FPUC) and Florida Public Utilities Company – Fort Meade (FPUC-Fort Meade), Peoples Gas System, and St. Joe Natural Gas Company (collectively, Gas Utilities) 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 also participated in this proceeding. Prior to the hearing, the parties reached a Type 2 Stipulation on all issues identified for resolution at hearing, with the Gas Utilities agreeing to proposed stipulations on all issues and OPC taking no position on these proposed stipulations. The proposed stipulations were presented to us for approval. 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 Gas Utility. We accept and approve the proposed 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 2018 through December 2018 are as follows:

Florida City Gas	\$190,684	Over-recovery
FPUC & FPUC-Fort Meade	\$2,621,657	Under-recovery
Peoples Gas System	\$4,678,361	Under-recovery
St. Joe Natural Gas Company	\$780	Over-recovery

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We find that the appropriate actual/estimated purchased gas adjustment true-up amounts for the period January 2019 through December 2019 are as follows:

Florida City Gas	\$777,984	Under-recovery
FPUC & FPUC-Fort Meade	\$3,375,203	Over-recovery
Peoples Gas System	\$6,444,261	Over-recovery
St. Joe Natural Gas Company	\$98,297	Over-recovery

We find that the appropriate total purchased gas adjustment true-up amounts to be collected during the period January 2020 through December 2020 are as follows:

Florida City Gas	\$587,300	Under-recovery
FPUC & FPUC-Fort Meade	\$753,546	Over-recovery
Peoples Gas System	\$1,765,900	Over-recovery
St. Joe Natural Gas Company	\$99,077	Over-recovery

We find that the appropriate levelized purchased gas cost recovery (cap) factors for the period January 2020 through December 2020 are as follows:

Florida City Gas	71.019 cents/therm	
FPUC & FPUC-Fort Meade	100.946 cents/therm	
Peoples Gas System	99.09 cents/therm	
St. Joe Natural Gas Company	74.90 cents/therm	

We find that these factors shall be effective for all meter readings on or after January 1, 2020, beginning with the first or applicable billing cycle for the period January 2020 through December 2020.

Conclusion

We find that revised tariffs reflecting the new purchased gas adjustment charges found to be appropriate in this proceeding are approved. We direct Commission staff to verify that the revised tariffs are consistent with our decision.

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 Commission staff shall verify that the revised tariffs reflecting the new purchased gas adjustment charges are consistent with our decision herein. It is further

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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, 2020, beginning with the first or applicable billing cycle for the period January 2020 through December 2020. It is further

ORDERED that this is an on-going docket and shall remain open.

By ORDER of the Florida Public Service Commission this 19th day of November, 2019.

ADAM J. TEITZMAN

Commission Clerk

Florida Public Service Commission

2540 Shumard Oak Boulevard

Tallahassee, Florida 32399

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Copies furnished: A copy of this document is provided to the parties of record at the time of issuance and, if applicable, interested persons.

KMS

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

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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.