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October 22, 2018

Via E-PORTAL

Ms. Carlotta S. Stauffer
Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re: Docket 20180004

Dear Ms. Stauffer:

Enclosed for re-filing is the Prehearing Statement filed on behalf of Sebring Gas System, Inc. The original file was inadvertently scanned with a stick note in the center of page 1.

Should you have any questions, please may contact us.

Sincerely,

Lori L. Sumner
Legal Assistant to Paula M. Sparkman

/lls

Enclosure

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Natural Gas Conservation)
Cost Recovery.)
_____)

Docket No. 180004-GU
Filed: October 9, 2018

**SEBRING GAS SYSTEM INC.'S
PREHEARING STATEMENT**

Sebring Gas System, Inc. ("Sebring"), by and through its undersigned counsel, submits its Prehearing Statement pursuant to Order No. PSC 2018-0115-PCO-GU in the above-styled docket.

1. KNOWN WITNESSES

<u>Witness</u>	<u>Subject Matter</u>	<u>Issues</u>
Jerry H. Melendy, Jr.	Conservation cost recovery factor	1 - 7

2. EXHIBITS

<u>Witness</u>	<u>Proffered By</u>	<u>Exh #</u>	<u>Description</u>
Jerry H. Melendy, Jr	SGS	JHM-1	Revised Schedules: CT-1, CT-2, CT-3, C-4, CT-5, CT-6, filed August 10, 2018

3. BASIC POSITION

Sebring has properly projected its costs and calculated its true-up amounts and conservation cost recovery factors. Those amounts and factors should be approved by the Commission.

4. STATEMENT OF ISSUES AND POSITIONS

Issue 1: What are the final conservation cost recovery adjustment true-up amounts for the January 2017 through December 2017?

Sebring's Position: \$3,246 (under-recovery).

Issue 2: What are the appropriate conservation adjustment actual/estimated true-up amounts for the period January 2018 through December

2018?

Sebring's Position: \$13,882 (under-recovery).

Issue 3: What are the appropriate total conservation adjustment true-up amounts to be collected/refunded from January 2019 through December 2019?

Sebring's Position: \$46,648

Issue 4: What are the total conservation cost recovery amounts to be collected during the period January 2019 through December 2019?

Sebring's Position: \$60,530

Issue 5: What are the conservation cost recovery factors for the period January 2019 through December 2019?

Sebring's Position: The appropriate factors are:

<u>RATE CLASS:</u>	<u>RATE/\$PER THERM</u>
TS-1	\$0.22380/therm
TS-2	\$0.08822/therm
TS-3	\$0.05791/therm
TS-4	\$0.04966/therm

Issue 6: Should the Commission approve revised tariffs reflecting the natural gas conservation cost recovery amounts and establishing natural gas conservation cost recovery factors determined to be appropriate in this proceeding?

Sebring's Position: Yes. The Commission should approve revised tariffs reflecting the natural gas cost recovery amounts and establishing natural gas conservation cost recovery factors as determined to be appropriate by the Commission.

Issue 7: What should be the effective date of the new conservation cost recovery factors for billing purposes?

Sebring's Position: The conservation cost recovery factors should be effective beginning with the specified conservation cost recovery period and thereafter for the period January 2019 through December 2019 and

to billings thereafter until other conservation cost recovery factors are approved by the Commission. Billing cycles may start before January 1, 2019, and the last cycle may be read after December 31, 2019, so that each customer is billed for twelve months regardless of when the adjustment factor became effective.

5. STIPULATED ISSUES

None.

6. PENDING MOTIONS

None.

7. PENDING CLAIMS OF CONFIDENTIALITY

None.

8. OBJECTIONS TO EXPERT WITNESS QUALIFICATIONS

None

9. REQUEST FOR SEQUESTRATION OF WITNESS

No.

10. ANY REQUIREMENT THAT CANNOT BE COMPLIED WITH

None.

Respectfully submitted this 9th day of October, 2018.



PAULA M. SPARKMAN, ESQ.

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Attorney for Sebring Gas System, Inc.

Docket No. 180004-GU

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing Sebring Gas System's PREHEARING STATEMENT has been served by Electronic Mail to the following parties of record this 9th day of October, 2018.

<p>Florida Public Utilities Company/Florida Division of Chesapeake Utilities/Indiantown Mike Cassel 1750 SW 14th Street, Suite 200 Fernandina Beach, FL 32034 mcassel@fpuc.com</p>	<p>MacFarlane Law Firm Ansley Watson, Jr./Andrew Brown P.O. Box 1531 Tampa, FL 33601-1531 aw@macfar.com ab@macfar.com</p>
<p>Gunster Law Firm Mr. Gregory M. Munson Ms. Beth Keating 215 South Monroe Street, Suite 601 Tallahassee, FL 32301 gmunson@gunster.com, bkeating@gunster.com</p>	<p>Office of Public Counsel J. R. Kelly/Charles Rehwinkel/Patricia Christensen c/o The Florida Legislature 111 West Madison Street, Rm 812 Tallahassee, FL 32399-1400 kelly,jr@leg.state.fl.us Rehwinkel.charles@leg.state.fl.us Christensen.Patty@leg.state.fl.us</p>
<p>Peoples Gas System Paula Brown/Kandi M. Floyd Regulatory Affairs P. O. Box 111 Tampa FL 33601 (813) 228-1444 +1-813-2281770 regdept@tecoenergy.com kfloyd@tecoenergy.com</p>	<p>Rachael Dziechciarz Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399 rdziehc@psc.state.fl.us</p>
<p>St. Joe Natural Gas Company, Inc. Mr. Andy Shoaf P. O. Box 549 Port St. Joe FL 32457 andy@stjoegas.com</p>	<p>Florida City Gas Carolyn Bermudez/Miguel Bustos 4045 NW 97th Avenue Doral, Florida 33178 Carolyn.Bermudez@nexteraenergy.com Miguel.bustos@nexteraenergy.com</p>
<p>Jerry H. Melendy, Jr. Sebring Gas System, Inc. 3515 U.S. Highway 27 South Sebring, FL 33870-5452 jmelendy@floridasbestgas.com</p>	<p>Florida Division of Chesapeake Utilities Corporation Mr. Mike Cassel 1750 S.W. 14th Street, Suite 200 Fernandina Beach FL 32034 (904) 491-4361 mcassel@fpuc.com</p>

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