

BEFORE THE
FLORIDA PUBLIC SERVICE COMMISSION
DOCKET NO. 080003-GU
DETERMINATION OF PURCHASED
GAS/COST RECOVERY FACTOR

Direct Testimony of
Cheryl M. Martin
On Behalf of
Florida Public Utilities Company

- 1 Q. Please state your name and business address.
- 2 A. Cheryl M. Martin, 401 South Dixie Highway, West Palm
3 Beach, FL 33401.
- 4 Q. By whom are you employed?
- 5 A. I am employed by Florida Public Utilities Company.
- 6 Q. Have you previously testified in this Docket?
- 7 A. No.
- 8 Q. What is the purpose of your testimony at this time?
- 9 A. I will summarize our projected gas recoveries
10 computations which are contained in composite
11 exhibit CMM-2 which supports the January 2009
12 through December 2009 projected purchased gas
13 adjustments for our consolidated gas division. In
14 addition, I will advise the Commission of the
15 projected differences between the revenues collected
16 and the purchased gas costs allowed in developing

1 the levelized purchased gas adjustment for the
2 periods January 2007 through December 2007, and
3 January 2008 through December 2008. From these
4 periods, I will establish a "true-up" amount to be
5 collected or refunded during January 2009 through
6 December 2009.

7 Q. Were the schedules filed by your Company completed
8 under your direction?

9 A. Yes.

10 Q. Which of the Staff's set of schedules has your
11 company completed and filed?

12 A. We have prepared and previously filed True-Up
13 schedules A-1, A-2, A-3, A-4, A-5, and A-6, in
14 addition to filing composite exhibit MK-1 which
15 contains Schedules E1, E-1/R, E2, E3, E4 and E5 for
16 our consolidated gas division. These schedules
17 support the calculation of the purchase gas
18 adjustment factors for January 2009 through December
19 2009.

20 Q. What is the appropriate final purchased gas
21 adjustment true-up amount for the period
22 January 2007 through December 2007?

23 A. The final purchased gas adjustment true-up amount
24 for the period January 2007 through December 2007 is
25 an under-recovery of \$2,339,141.

1 Q. What is the estimated purchased gas adjustment true-
2 up amount for the period January 2008 through
3 December 2008?

4 A. We have estimated that we will have an over-recovery
5 of \$3,273,997 for the period January 2008 - December
6 2008.

7 Q. What is the total purchased gas adjustment true-up
8 amount to be refunded during the period January 2009
9 through December 2009?

10 A. The total net over-recovery to be refunded during
11 the period January 2009 - December 2009 is \$934,856.

12 Q. What is the appropriate levelized purchased gas
13 adjustment recovery (cap) factor for the period
14 January 2008 through December 2009?

15 A. The 2009 Purchased Gas Cost Recovery Factor will be
16 a maximum of 158.107¢ per therm.

17 Q. What should be the effective date of the new
18 purchased gas adjustment charge for billing
19 purposes?

20 A. The factor should be effective for all meter
21 readings on or after January 1, 2009, beginning with
22 the first applicable billing cycle for the period
23 January 2009 through December 2009.

24 Q. Does this conclude your testimony?

25 A. Yes.