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IN REPLY REFER TO:

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September 26, 2014

VIA WEB-BASED E-FILING

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

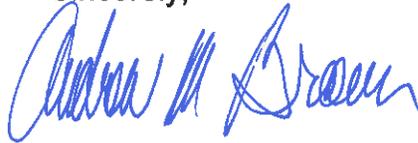
Re: Docket No. 140004-GU – Natural gas conservation cost recovery

Dear Ms. Stauffer:

Attached for electronic filing in the above docket on behalf of Peoples Gas System, please find Peoples' Prehearing Statement.

We appreciate your usual assistance.

Sincerely,



Andrew M. Brown

AB/aw
Attachments

cc: Parties of Record
Ms. Kandi M. Floyd

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Natural gas conservation cost recovery.)
)
_____)

DOCKET NO. 140004-GU
Submitted for filing:
9-26-14

**PEOPLES GAS SYSTEM'S
PREHEARING STATEMENT**

Peoples Gas System ("PGS"), by its undersigned attorneys, submits the following Prehearing Statement for the hearing scheduled to be held in the above docket commencing October 22, 2014.

A. WITNESSES

<u>Witness</u>	<u>Subject Matter</u>	<u>Issues</u>
(Direct)		
Kandi M. Floyd (PGS)	True-up for period January 2013 - December 2013; Projected expenses and ECCR factors for period January through December 2015	1-4

B. EXHIBITS

<u>Exhibit</u>	<u>Witness</u>	<u>Description</u>
_____ (KMF-1)	Floyd	Conservation cost recovery true-up data (January 2013 - December 2013) consisting of Schedules CT-1 through CT-6
_____ (KMF-2)	Floyd	Data for development of conservation cost recovery factors (January 1 - December 31, 2015), consisting of Schedules C-1 through C-5

C. STATEMENT OF BASIC POSITION

PGS's Statement of Basic Position:

The Commission should approve PGS's final true-up amount of \$1,701,839 (underrecovery) for the period January 2013 through December 2013, and its projected conservation program expenses for the period January 1, 2014 through December 31, 2014, net of the estimated true-up.

The Commission should approve the following ECCR factors for the following rate classes for the period January 2015 through December 2015:

<u>Rate Class</u>	<u>ECCR Factor (per therm)</u>
Residential	\$0.09207
Residential Standby Generator	\$0.09207
Small General Service	\$0.05398
Commercial Standby Generator	\$0.02767
General Service 1	\$0.02767
General Service 2	\$0.02010
General Service 3	\$0.01666
General Service 4	\$0.01243
General Service 5	\$0.00908
Commercial Street Lighting	\$0.01459
Natural Gas Vehicle Service	\$0.01737

(Floyd)

D. STATEMENT OF ISSUES AND POSITIONS:

Generic Conservation Cost Recovery Issues

ISSUE 1: What are the final conservation cost recovery true-up amounts for the period January 2013 through December 2013?

PGS: \$1,701,839 underrecovery (Floyd)

ISSUE 2: What are the total conservation cost recovery amounts to be collected during the period January 2015 through December 2015?

PGS: \$14,565,181 (Floyd)

ISSUE 3: What are the conservation cost recovery factors for the period January 2015 through December 2015?

PGS:

<u>Rate Class</u>	<u>ECCR Factor (per therm)</u>
Residential	\$0.09207
Residential Standby Generator	\$0.09207
Small General Service	\$0.05398
Commercial Standby Generator	\$0.02767
General Service 1	\$0.02767
General Service 2	\$0.02010
General Service 3	\$0.01666
General Service 4	\$0.01243
General Service 5	\$0.00908
Commercial Street Lighting	\$0.01459
Natural Gas Vehicle Service	\$0.01737

(Floyd)

ISSUE 4: What should be the effective date of the new conservation cost recovery factors for billing purposes?

PGS: The factors should be effective beginning with the specified conservation cost recovery cycle and thereafter for the period January 2015 through December 2015. Billing cycles may start before January 1, 2015, and the last cycle may be read after December 31, 2015, so that each customer is billed for twelve months regardless of when the adjustment factor became effective. (Floyd)

E. STIPULATED ISSUES

None as to PGS.

F. PENDING MOTIONS

None as to PGS.

G. PENDING CONFIDENTIALITY CLAIMS OR REQUESTS

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

H. COMPLIANCE WITH ORDER ESTABLISHING PROCEDURE

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

Dated this 26th day of September, 2014.

Respectfully submitted,



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Attorneys for Peoples Gas System

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of the foregoing Prehearing Statement has been furnished by electronic mail this 26th day of September, 2014, to the following:

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