



February 28, 2022

Andrew L. Maurey, Public Utilities Supervisor
Division of Accounting and Finance
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

Dear Mr. Maurey:

In accordance with Rule 25-7.1353, enclosed is the Forecasted Earnings Surveillance Report of Peoples Gas System for the year ending **December 31, 2022**.

Please let me know if you have any questions.

Respectfully,
1st Rachel B. Parsons
rbparsons@tecoenergy.com

Rachel B. Parsons
Vice President Finance & Planning

Enclosures

cc: Office of Public Counsel – Charles Rehwinkel

**PEOPLES GAS SYSTEM
EARNINGS SURVEILLANCE REPORT SUMMARY**
2022 Budget
(In \$ Thousands)

SCHEDULE 1

	(1) Actual Per Books	(2) FPSC Adjustments	(3) FPSC Adjusted	(4) Pro Forma Adjustments	(5) Pro Forma Adjusted
I. AVERAGE RATE OF RETURN (JURISDICTIONAL)					
NET OPERATING INCOME	\$ 102,084	\$ (913)	\$ 101,171	\$ 0	\$ 101,171
AVERAGE RATE BASE	\$ 1,886,220	\$ (128,407)	\$ 1,757,812	\$ 0	\$ 1,757,812
AVERAGE RATE OF RETURN	5.41 %		5.76 %		5.76 %

III. EARNED RETURN ON EQUITY			
II. REQUIRED RATES OF RETURN AVERAGE CAPITAL STRUCTURE (FPSC ADJUSTED BASIS)			
LOW	5.56 %	FPSC ADJUSTED	9.32 %
MIDPOINT	6.03 %		9.32 %
HIGH	6.55 %	A. INCLUDING FLEX RATE REVENUES	9.01 %
		B. EXCLUDING FLEX RATE REVENUES	9.01 %

I am aware that Section 837.06, Florida Statutes, provides:

Whoever knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his or her official duty shall be guilty of a misdemeanor of the second degree punishable as provided in s. 775.082 or s. 775.083.

Rachel B. Parsons, Vice President Finance & Planning (Name and Title)	02/25/2022 (Date)
/s/ <i>Rachel B. Parsons</i> rbp@parsons@tecoenergy.com (Signature)	

PSC/AFA13

**PEOPLES GAS SYSTEM
AVERAGE RATE BASE
2022 Budget**

SCHEDULE 2

	(1)	(2)	(3)	(4)	(5)	(7)	(8)	(9)	(10)	(11)
	Plant in Service	Plant Acquisition Adjustment	Accumulated Depreciation & Amortization	Customer Advances for Construction	Net Plant in Service	Property Held for Future Use	Construction Work in Progress	Net Utility Plant	Working Capital	Total Rate Base
PER BOOKS	2,632,936	5,032	853,107	16,388	1,768,464	1,940	123,004	1,893,407	(7,187)	1,886,220
FPSC ADJUSTMENTS:										
Property for Future Use						(1,940)		(1,940)		(1,940)
Temporary Cash Investment										
Notes Receivable										
Accounts Rec./Pay. - Assoc Companies										
Other Accounts Receivable										
Non-Utility Allocation	(1,470)		(420)		(1,050)			(1,050)		(9,618)
Remove Unamort. Debt Expense									(9,618)	(9,618)
Remove Unrecovered Gas Cost PGA									(515)	(515)
Remove Dividends Declared									(5,513)	(1,050)
Remove Unrec. Conservation Costs									(1,457)	(5,513)
Remove Unrec. CIBSR Costs										(1,457)
Remove Competitive Rate Adjustment										
Remove Unamortized Rate Case Expense										
Gain on Sale of Property										
Remove Acquis. Adjustment (WFNG)										
Remove Derivative (FAS 133)										
Cast Iron/Bare Steel Rider (CIBSR)	(45,524)		(232)		(45,293)		(3,385)	(46,678)		(46,678)
AJUDC - Eligible CWIP							(54,300)	(54,300)		(54,300)
Remove Investment in Subsidiaries									(1,197)	(1,197)
TOTAL FPSC ADJUSTMENTS	(46,994)	-	(651)	-	(46,343)	(1,940)	(57,685)	(105,968)	(22,440)	(128,407)
FPSC ADJUSTED	2,585,942	5,032	852,455	16,388	1,722,121		65,319	1,787,439	(29,627)	1,757,812
ELEX RATE REVENUES ADJUSTED FOR										
FLEX RATE REVENUES	2,585,942	5,032	852,455	16,388	1,722,121		65,319	1,787,439	(29,627)	1,757,812
PRO FORMA REVENUE INCREASE AND ANNUALIZATION ADJUSTMENTS:										
TOTAL PRO FORMA ADJUSTMENTS										
PRO FORMA ADJUSTED	2,585,942	5,032	852,455	16,388	1,722,121		65,319	1,787,439	(29,627)	1,757,812

**PEOPLES GAS SYSTEM
CAPITAL STRUCTURE
FPSC ADJUSTED BASIS
2022 Budget**

SCHEDULE 4

AVERAGE	PER BOOKS	ADJUSTMENTS		ADJUSTED	RATIO (%)	LOW POINT		MIDPOINT		HIGH POINT	
		SPECIFIC	PRO RATA			COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)	COST RATE (%)	WEIGHTED COST (%)
LONG TERM DEBT	653,783	(6,313)	(36,874)	610,416	34.73%	3.81	1.32	3.81	1.32	3.81	1.32
SHORT TERM DEBT	79,169	(1,457)	(4,426)	73,264	4.17%	0.39	0.02	0.39	0.02	0.39	0.02
CUSTOMER DEPOSITS	26,588	(3,324)	(1,295)	25,294	1.44%	2.53	0.04	2.53	0.04	2.53	0.04
COMMON EQUITY	878,511	(13,450)	(49,842)	825,547	46.96%	8.90	4.18	9.90	4.65	11.00	5.17
DEFERRED INCOME TAX	248,169	-	(11,428)	223,291	12.70%	-	-	-	-	-	-
TAX CREDITS - ZERO COST	-	-	-	-	0.00%	-	-	-	-	-	-
TOTAL	1,886,219	(24,544)	(103,864)	1,757,812	100.00%		5.56		6.03		6.55

SCHEDULE 5

PEOPLES GAS SYSTEM
 EARNED RETURN ON COMMON EQUITY
 FPSC ADJUSTED BASIS
 2022 Budget

A. FPSC ADJUSTED AVERAGE JURISDICTIONAL RETURN ON COMMON EQUITY INCLUDING FLEX RATE REVENUES

FPSC ADJUSTED AVERAGE EARNED RATE OF RETURN	5.76 %	(Schedule 1)
LESS: RECONCILED AVERAGE JURISDICTIONAL WEIGHTED COST RATES FOR:		
LONG TERM DEBT	(1.32) %	
SHORT TERM DEBT	(0.02) %	
PREFERRED STOCK	0.00 %	
CUSTOMER DEPOSITS	(0.04) %	
TAX CREDITS-WEIGHTED COST (MIDPOINT)	0.00 %	
SUBTOTAL	<u>(1.38) %</u>	
TOTAL	4.38 %	
DIVIDED BY RECONCILED COMMON EQUITY RATIO	46.96 %	
JURISDICTIONAL RETURN ON COMMON EQUITY	<u>9.32 %</u>	

B. FPSC ADJUSTED AVERAGE JURISDICTIONAL RETURN ON COMMON EQUITY EXCLUDING FLEX RATE REVENUES

NET OPERATING REVENUE EXCLUDING FLEX RATE REVENUES	\$ 98,660	(Schedule 3)
RATE BASE EXCLUDING FLEX RATE REVENUES	\$ 1,757,812	(Schedule 2)
FPSC ADJUSTED AVERAGE EARNED RATE OF RETURN	5.61 %	
LESS: RECONCILED AVERAGE JURISDICTIONAL WEIGHTED COST RATES FOR:		
LONG TERM DEBT	(1.32) %	
SHORT TERM DEBT	(0.02) %	
PREFERRED STOCK	0.00 %	
CUSTOMER DEPOSITS	(0.04) %	
TAX CREDITS-WEIGHTED COST (MIDPOINT)	0.00 %	
SUBTOTAL	<u>(1.38) %</u>	
TOTAL	4.23 %	
DIVIDED BY RECONCILED COMMON EQUITY RATIO	46.96 %	
JURISDICTIONAL RETURN ON COMMON EQUITY	<u>9.01 %</u>	

Lillie Kervin

From: REGDEPT <regdept@tecoenergy.com>
Sent: Monday, February 28, 2022 9:56 AM
To: Andrew Maurey
Cc: Charles Rehwinkel; Andrew Brown; Amber Norris; Shari Cornelius; Parsons, Rachel B.; Brown, Paula K.
Subject: Peoples Gas System's Year Ending December 31, 2022 Forecasted Earnings Surveillance Report
Attachments: Forecasted Earnings Surveillance Report_2022 PGS.pdf

Hello,

Please find attached, Peoples Gas System's Year Ending December 31, 2022 Forecasted Earnings Surveillance Report.

Thank You,

Gianletty Wyckoff

Regulatory Coordinator

Regulatory Affairs - Tampa Electric Company & Peoples Gas

Email: Gramirez@tecoenergy.com

Office: 813-228-1745 Ext. 81745

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Lillie Kervin

From: Young Curtis <Curtis_Young@chpk.com>
Sent: Friday, February 25, 2022 2:55 PM
To: Shari Cornelius
Subject: RE: Extension request for 2022 Forecasted Earnings Surveillance Reports

Good afternoon Shari....and Happy Friday,

I am just verifying if you received my initial request.

I do not have the contact information for Amber.

Thank you

Curtis D. Young
Senior Regulatory Analyst
Florida Public Utilities Company
1635 Meathe Drive
West Palm Beach, Florida 33411
P:561-838-1735 M:561-815-4694
cyoung@fpuc.com or curtis_young@chpk.com www.FPUC.com

-----Original Message-----

From: Young Curtis
Sent: Thursday, February 24, 2022 2:50 PM
To: Shari Cornelius <SCorneli@PSC.STATE.FL.US>
Subject: FW: Extension request for 2022 Forecasted Earnings Surveillance Reports

Good afternoon Shari,

Could you please provide me with Amber's contact information?

I realize that I don't have it and I just took a guess on her e-mail address.

I know that your time at the PSC is drawing to a close and I'm starting to feel a twinge of loss.

You will be missed.

Thank you again for all your help through the years.

Curtis D. Young
Senior Regulatory Analyst
Florida Public Utilities Company
1635 Meathe Drive
West Palm Beach, Florida 33411
P:561-838-1735 M:561-815-4694
cyoung@fpuc.com or curtis_young@chpk.com www.FPUC.com

-----Original Message-----

From: Mail Delivery Subsystem <MAILER-DAEMON@pps.reinject>

Sent: Thursday, February 24, 2022 2:36 PM

To: Young Curtis

Subject: Undeliverable: Extension request for 2022 Forecasted Earnings Surveillance Reports

The original message was received at Thu, 24 Feb 2022 14:35:42 -0500 from m0169992.pops.net [127.0.0.1]

----- The following addresses had permanent fatal errors ----- <anorris@psc.state.fl.us>
(reason: 550 No such user (anorris@psc.state.fl.us))

----- Transcript of session follows ----- ... while talking to mail2.psc.state.fl.us.:

>>> DATA

<<< 550 No such user (anorris@psc.state.fl.us)

550 5.1.1 <anorris@psc.state.fl.us>... User unknown

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1635 Meathe Drive
West Palm Beach, FL 33411

February 24, 2022

Division of Accounting and Finance
Attention: Andrew Maurey, Director
Florida Public Service Commission
2540 Shumard Oak Blvd
Tallahassee, FL 32399-0950

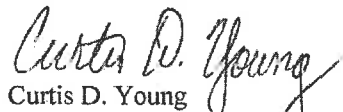
Re: Florida Public Utilities Company (Electric and Gas Divisions) – 2022 Forecasted Surveillance Reports

Dear Mr. Maurey:

In accordance with Rules 25-6.1353 (2) and 25-7.1353 (2), F.A.C., Florida Public Utilities Company ("FPUC"), submit this letter respectfully requesting an extension of 15 days within which to file the Companies' required 2022 Forecasted Earnings Surveillance Reports for 2022 on or before March 16, 2022¹

If you have any questions or concerns whatsoever in this regard, please do not hesitate to contact me. Thank you for your consideration of this Request.

Sincerely,


Curtis D. Young
Senior Regulatory Analyst

Enclosure

cc: Admin Office-FPSC
Beth Keating-Atty
FPU:
SJ 45-69

PO Box 3395, West Palm Beach, Florida 33401 | 800.427.7712 | www.fpuc.com



A Subsidiary of
CHESAPEAKE
UTILITIES CORPORATION

¹ By this Request, FPUC seeks an extension for the Reports due for its Electric and Gas Divisions, as well as the Indiantown Division.



February 16, 2022

Mr. Andrew Maurey, Director
Division of Accounting & Finance
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

RE: 2022 Forecasted Earnings Surveillance Report

Dear Mr. Maurey:

Pursuant to rule 25-6.1353(2), F.A.C., Florida Power & Light Company ("FPL") hereby requests a 15-day extension of the March 1, 2022 deadline for filing its 2022 Forecasted Earnings Surveillance Report ("FESR"). With this extension, FPL's 2022 FESR will be due on Tuesday, March 15, 2022. Thank you for your attention to this matter. Please feel free to contact me at (561) 691-7167 should you have any questions.

Sincerely,

Mark Campbell
Senior Director, Financial Forecasting

A handwritten signature in black ink, appearing to read 'Mark Campbell', is written over the typed name.

CC: Richard Gentry, Office of Public Counsel



February 16, 2022

Mr. Andrew Maurey, Director
Division of Accounting & Finance
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

RE: 2022 Forecasted Earnings Surveillance Report

Dear Mr. Maurey:

Pursuant to rule 25-7.1353(2), F.A.C., Florida City Gas ("FCG") hereby requests a 15-day extension of the March 1, 2022 deadline for filing its 2022 forecasted earnings surveillance report ("FESR"). With this extension, FCG's 2022 FESR will be due on Tuesday, March 15, 2022. Thank you for your attention to this matter. Please feel free to contact me at (561) 691-7167 should you have any questions.

Sincerely,

Mark Campbell

Senior Director, Financial Forecasting

A handwritten signature in black ink, appearing to read "Mark Campbell", written over the typed name.

CC: Richard Gentry, Office of Public Counsel



February 16, 2022

Mr. Andrew Maurey, Director
Division of Accounting & Finance
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

RE: 2022 Forecasted Earnings Surveillance Report

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Sincerely,

Mark Campbell

Senior Director, Financial Forecasting

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CC: Richard Gentry, Office of Public Counsel