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**St. Joe's Response to Staff's First  
Interrogatories Nos. 1-5**

Q 1.0 What specific methodology does St Joe's employ to adjust (flex of not flex) its monthly purchased gas adj. recovery factor?  
Please be as specific as possible.

Response: The factor that is applied to January's gas bills is normally kept the same for all months unless SJNG sees the factor is not keeping a level under/over recovery and then SJNG adjusts accordingly.

Q 2.0 What specific methodology does St Joe's employ to set its PGA Factor? Please be as specific as possible

Response: SJNG forecasted the 2023 PGA factor by using the projected monthly pipeline demand costs, pipeline usage, and commodity costs. The sum of these costs are then divided by the projected therm sales resulting in the PGA recovery (cap) factor.

Q 3.0 Please describe the forecasting methodology the Company used to establish its 2023 forecast of natural gas costs as appears in the Testimony of Andy Shoaf, Exhibit CAS-2, Sch E-1 (Cost Recovery Clause Calculation) filed August 5, 2022. Please be as specific as possible.

Response: SJNG uses the Nymex for the upcoming year and then what the previous years costs were. We make a guess and try to stay as close to the number that it is currently or that Nymex is forecasting

Q 4.0 Identify any changes to St Joe's forecast methodology discussed in response to Interr. No.3 that may be different from the methodology used by the Company in past years.

St. Joe Natural Gas  
Docket No: 20220003  
Staff's First Set of Interrogatories  
Interrogatory No:1

Response: SJNG is a small company and forecasting is pretty much the same as prior years.

Q 5.0 Please refer to the referenced pages in the exhibits to the Andy Shoaf testimony filed on August 5, 2022, to answer these questions.

a. Line 27 in Sch CAS-7 (2022 Actual/Est. Sch.), reflects that the Company expects total therm sales of 908,470 therms in 2022, based on actual amounts for January through June, and estimated amounts for July thru December). In Line 27 of Sch CAS-2 (2023 Projection Sch), the whole year projection for 2023 reflects that the Company expects total therm sales of 794,583 therms. Please explain why the 2023 projected total therm sales are estimated to 12.6 percent lower than the actual and estimated amounts from 2022.

Response Therms from a prior year, such as for 2023 projected, 2021 therms were used. Actual therms for 2022 are going to be higher because we have increased number of customers.

b. Please describe how the amounts shown on Line 27 for January thru June, 2022 were calculated.

Response January thru June 2022 are actual numbers and calculated according to the schedule.

**AFFIDAVIT**

STATE OF FLORIDA)

COUNTY OF Duval

I hereby certify that on this 5<sup>th</sup> day of October, 2022, before me, an officer duly authorized in the State and County aforesaid to take acknowledgments, personally appeared Andy Shoaf, who is personally known to me, and he/she acknowledged before me that he/she provided the answers to interrogatory number(s) 1-5 from STAFF'S FIRST SET OF INTERROGATORIES TO ST. JOE'S NATURAL GAS (NOS. 1-5) in Docket No(s). 20220003-GU, and that the responses are true and correct based on his/her personal knowledge.

In Witness Whereof, I have hereunto set my hand and seal in the State and County aforesaid as of this 5<sup>th</sup> day of October, 2022.

Deborah Kay Stitt

Notary Public  
State of Florida, at Large

My Commission Expires:

